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Secaucus, New Jersey 07094  
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Attorney for Creditor The Lions Group, Ltd.

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By: Michael R. Perle (Atty#MP4310)

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**In Re:**

**EDWARD D FAGAN**

**Debtor.**

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United States Bankruptcy Court  
District of New Jersey  
Hon. Novalyn L. Winfield  
Chapter 7 Case. No.06-0014863 NLW

**AFFIDAVIT**

State of New Jersey :  
:Ss.  
County of Essex :

HARVEY S. GROSSMAN, of full age, being duly sworn according to law, upon his oath deposes and says the following:

1. I am the President of The Lions Group, Ltd., a New Jersey Corporation, (hereinafter "LGL") and also a principal of same.
2. On Tuesday, February 20, 2007, I received correspondence addressed to Harvey Grossman, from the United States Bankruptcy Court, Middle District of Florida, Case No. 8:07-bk-01109-PMG, containing a Notice of Chapter 11 Bankruptcy Case, Meeting of Creditors, & Deadlines dated February 15, 2007, filed by Edward D. Fagan, hereinafter "Debtor". That Notice indicated that a meeting of creditors was scheduled for March 14, 2007 at 501 East Polk Street, (Timberlake Annex), Room 100-B, Tampa, Fl. 33602. (Exhibit 1).
3. The Voluntary Petition indicates that "Harvey Grossman" is an unsecured

creditor and has a disputed claim in the amount of \$750,000.00 and that a meeting of creditors is scheduled for March 14, 2007 at 501 East Polk Street, (Timberlake Annex), Room 100-B, Tampa, FL, 33602. (Exhibit 2).

4. In actuality, the Debtor does not owe any sums to Harvey Grossman, individually, and, therefore, Harvey Grossman, individually, has no claim.

5. On the other hand, LGL is a secured creditor of Debtor and a liquidated secured claim in the amount of \$1,265,109.57 through February 23, 2007, and in addition has an unliquidated secured claim upon to certain referral fees Debtor shall be entitled to receive out of the fees payable to counsel from a recovery in the Kaprun Litigation further identified below, all as memorialized in a certain "Security Agreement and Assignment of Anticipated Attorney's Fees, Reaffirmation of Purchases, Assignments and Related Security Interests and Consolidation of Existing Obligations", (hereinafter referred to as the "Master Contract" dated April 26, 2002). (Exhibit 3).

6. LGL's secured claim was perfected by UCC Financing Statements identifying the collateral, filed in states of New York on July 18, 2002, New Jersey on July 19, 2002 and Pennsylvania on June 5, 2003, and further is the subject of Notices of Assignment (Exhibit 4) served upon other counsel in the Kaprun Litigation, as more fully described below.

7. Under the terms of the Master Contract, Debtor has sold and/or assigned to LGL, in whole or in part, unpaid legal fees and rights to reimbursement of expenses and a portion of certain referral fees which may be due to him at the conclusion of the following cases in which Debtor was and is an attorney of record:

- a. Meili v. Union Bank of Switzerland and/or Meili v. Robert Studar, Master Docket No. CV-96-4849 (E.D.N.Y.), Index No. 98-100630;
- b. In Re: Holocaust Victims Assets, Master Docket No. CV-96-4849 (E.D.N.Y.);
- c. In Re: Austrian and German Bank Holocaust Litigation, Watman, et al. v. Deutsche Bank, et al. (Austrian & German Bank Cases), Docket No. CV-98-3938, (S.D.N.Y.);
- d. In Re: Ski Train Fire in Kaprun, Austria on November 11, 2000, MDL Dkt. No. 1428 (S.D.N.Y.); Habblett, et al. v. Leitner Lifts USA, Inc., et al., CIV-0266-01; Civil Action No. 01-817; Rudolph Kern & Angela Kern, et al. v. Leitner Lifts USA, Inc., et al., Civ. No. 01-0264; LTC (Ret.) John S. Habblett, et al. v. Swoboda Karosserie-und Stahlbauer g.m.b.H., et al., Civ. No. 8:01-CV-1221-T-30 MAP; LTC (Ret.) John S. Habblett, et al. v. Leitner Lifts USA, Inc., et al., Civ. No. 01-WM-1124 (D.Cal.); LTC (Ret.) John S. Habblett, et al. v. Siemens AG, et al., Civil No. 01-CIV-6554- LTC (Ret.) John S. Habblett, et al. v. Waagner-Biro, et al., Civil Action No. 01-5815 (C.D.Cal.); Habblett, et al. v. Omni-glow Corporation, et al., N.D.MA; Habblett, et al. v. Bosch Rexroth AG, et al., Civil Action No. 01-CV-4201 (E.D.P.A.); Habblett, et al. v. TUV Osterreich, et al., Civil Docket No. 301 CV 1794 (JBA)(Dist. Conn.) (collectively "Kaprun Litigation").

8. Only the Kaprun Litigation remains active.<sup>1</sup>

9. In addition to the constructive notice to all provided by the UCC-1 filings, both the petitioning creditors and the intervening creditor, Elizabeth Fagan, have had actual notice of LGL's claim(s) and secured position since at least 2002. Upon information and belief, all other substantial creditors also have had actual notice of LGL's claim(s) and secured position since at least 2002. All parties to this proceeding had constructive notice of LGL's claim(s) and secured position regarding the Kaprun Litigation well in advance of the filing of the petition in this matter.

10. The Kaprun Litigation involves 155 death claims and survivor actions, arising from a ski-tunnel accident in Austria, and is presently pending before the Honorable Shira A. Scheindlin, USDC, Southern District of New York. Debtor is counsel to several of the plaintiffs. In accordance with the Master Contract, LGL has a priority security interest and first lien upon all attorney's fees and reimbursement of expenses which may become due to Debtor, having previously purchased and been assigned portions thereof by the Debtor. (Exhibit 3)

11. In accordance with the provisions of the Master Contract, Debtor and LGL agreed that as of May 1, 2002 Debtor's total indebtedness to LGL was \$545,056.78. The acknowledgment of this indebtedness and the calculation of same is set forth at Pages 6 and 7 of the Master Contract. (Exhibit 3)

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<sup>1</sup> LGL previously received \$425,000.00 in partial satisfaction of Debtor's obligation to LGL relating to the previously concluded Meili matter and the Holocaust-related cases. The liquidated portion of the present claim of LGL represents the amount due from Debtor, net of the monies previously received. (Exhibit 5)

12. Subsequent to the execution of the Master Contract, and as contemplated therein, Debtor and LGL entered into a series of purchase contracts pursuant to which LGL remitted to Debtor additional consideration, as shown in Exhibits 6,7,8,9,10 and 11. Those agreements incorporate a uniform formula for determining due dates and per diem charges, based upon the Master Contract.

13. Each of those contracts reaffirms and incorporates by reference all terms of the Master Contract dated August 26, 2002 and summarizes the amounts due and the computation of all per diem charges, identifying the per diem charges attributable to each contract and calculating the amount due as agreed upon by Debtor and LGL. The total due and agreed upon as of November 15, 2002, based on the formulae set forth therein, was \$716,038.57. In addition, there were later purchases and advances of consideration, pursuant to the Master Contract, as follows:

Exhibit 12, Contract dated 06/03/2003;

Exhibit 13, Contract dated 09/28/2004.

14. There is currently due and owing the liquidated amount of \$1,265,109.57 as detailed in Exhibit 14 attached hereto. In summary:

<u>Meili</u>	537,419.57
<u>Predecessor Transactions</u>	196,000.00
<u>2002 Transactions</u>	719,530.00
<u>2003/2004 Transactions</u>	<u>37,160.00</u>
	1,490,109.57
Less payments received	- <u>225,000.00</u>
	<b><u>1,265,109.57</u></b>

15. In addition, LGL's lien secures the assignment by Debtor, per the Master Contract, of certain referral fees, the amount of which cannot be determined at this time,

which will become due to Debtor out of the fees payable to counsel from a recovery in the Kaprun Litigation.

  
HARVEY S. GROSSMAN,  
President, The Lions Group, Ltd.

Sworn and Subscribed Before Me  
This 25th Day of February, 2007

Dad



**EXHIBIT 1 -**

**FAGAN NOTICE OF CHAPTER 11,  
BANKRUPTCY CASE, MEETING OF  
CREDITOR, & DEADLINES  
UNITED STATES BANKRUPTCY COURT,  
MIDDLE DISTRICT OF FLORIDA**

**UNITED STATES BANKRUPTCY COURT**  
**Middle District of Florida**

**Notice of Chapter 11 Bankruptcy Case, Meeting of Creditors, & Deadlines**

A chapter 11 bankruptcy case concerning the debtor(s) listed below was filed on February 14, 2007.

You may be a creditor of the debtor. This notice lists important deadlines. You may want to consult an attorney to protect your rights. All documents filed in the case may be inspected at the bankruptcy clerk's office at the address listed below.

NOTE: The staff of the bankruptcy clerk's office cannot give legal advice.

**See Reverse Side For Important Explanations**

Debtor(s) (name(s) used by the debtor(s) in the last 8 years, including married, maiden, trade, and address):

Edward D Fagan  
PO Box 10614  
Tampa, FL 33679

Case Number: 8:07-bk-01109-PMG	Social Security/Taxpayer ID/Employer ID/Other Nos.: 463-98-4125
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Attorney for Debtor(s) (name and address):  
Edward D Fagan  
PO Box 10614  
Tampa, FL 33679  
Telephone number:

**Meeting of Creditors**

Debtor(s) must present Photo ID and acceptable proof of Social Security Number at § 341 meeting.  
You are reminded that Local Rule 5073-1 restricts the entry of cellular telephones into the Courthouse.

Date: March 14, 2007

Time: 01:30 PM

Location: 501 East Polk St., (Timberlake Annex), ROOM 100-B, Tampa, FL 33602

**Deadlines:**

Papers must be *received* by the bankruptcy clerk's office by the following deadlines:

**Deadline to File a Proof of Claim:**

Notice of deadline will be sent at a later time.

**Foreign Creditors**

A creditor to whom this notice is sent at a foreign address should read the information under "Claims" on the reverse side.

**Deadline to File a Complaint to Determine Dischargeability of Certain Debts: May 14, 2007**

**Deadline to File a Complaint Objecting to Discharge of the Debtor:**

*First date set for hearing on confirmation of plan.*

Notice of that date will be sent at a later time.

**Deadline to Object to Exemptions:**

Thirty (30) days after the *conclusion* of the meeting of creditors.

**Creditors May Not Take Certain Actions:**

In most instances, the filing of the bankruptcy case automatically stays certain collection and other actions against the debtor and the debtor's property. Under certain circumstances, the stay may be limited to 30 days or not exist at all, although the debtor can request the court to extend or impose a stay. If you attempt to collect a debt or take other action in violation of the Bankruptcy Code, you may be penalized. Consult a lawyer to determine your rights in this case.

**Address of the Bankruptcy Clerk's Office:**

Sam M. Gibbons United States Courthouse  
801 North Florida Avenue Suite 727  
Tampa, FL 33602  
Telephone number: 813-301-5162

**For the Court:**

Clerk of the Bankruptcy Court:  
Lee Ann Bennett

Hours Open: Monday – Friday 8:30 AM – 4:00 PM

Date: February 15, 2007

SAF-14714 113A-8 B9E 07-01109

Edward D Fagan  
Box 10614  
Tampa, FL 33679

**OFFICIAL BUSINESS**

UNITED STATES BANKRUPTCY COURT  
RENTAL PENALTY FOR PRIVATE USE \$300  
**CONTAINS NOTICE of a PROCEEDING**  
In the  
UNITED STATES BANKRUPTCY COURT

029541 29541 1 AT 0308 07052 0 0 5645-0-300252



Harvey Grossman  
80 Main Street  
West Orange, NJ 07052-5460

**FIRST-CLASS MAIL**

PRESORTED  
FIRST-CLASS MAIL  
POSTAGE & FEES PAID  
UNITED STATES COURTS  
PERMIT NO. G-18

## **EXHIBIT 2**

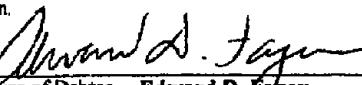
### **VOLUNTARY PETITION OF DEBTOR, EDWARD D. FAGAN, UNITED STATES BANKRUPTCY COURT, MIDDLE DISTRICT OF FLORIDA**

Official Form 1 (10/06)

**United States Bankruptcy Court  
Middle District of Florida**

Name of Debtor (if individual, enter Last, First, Middle): <b>Fagan, Edward D.</b>		Name of Joint Debtor (Spouse) (Last, First, Middle):	
All Other Names used by the Debtor in the last 8 years (include married, maiden, and trade names):		All Other Names used by the Joint Debtor in the last 8 years (include married, maiden, and trade names):	
Last four digits of Soc. Sec./Complete EIN or other Tax I.D. No. (if more than one, state all): <b>4125, 13-368-3262</b>		Last four digits of Soc. Sec./Complete EIN or other Tax I.D. No. (if more than one, state all):	
Street Address of Debtor (No. & Street, City, and State): <b>16216 First St. E. Redington Beach FL</b>		Street Address of Joint Debtor (No. & Street, City, and State):	
ZIP CODE <b>33708</b>		ZIP CODE	
County of Residence or of the Principal Place of Business: <b>Pinellas</b>		County of Residence or of the Principal Place of Business:	
Mailing Address of Debtor (if different from street address): <b>PO Box 10614 Tampa, FL</b>		Mailing Address of Joint Debtor (if different from street address):	
ZIP CODE <b>33679-0614</b>		ZIP CODE	
Location of Principal Assets of Business Debtor (if different from street address above):			
<b>Type of Debtor</b> (Form of Organization) (Check one box.)		<b>Nature of Business</b> (Check one box)	
<input checked="" type="checkbox"/> Individual (includes Joint Debtors) <i>See Exhibit D on page 2 of this form.</i> <input type="checkbox"/> Corporation (includes LLC and LLP) <input type="checkbox"/> Partnership <input type="checkbox"/> Other (If debtor is not one of the above entities, check this box and state type of entity below.) <hr/>		<input type="checkbox"/> Health Care Business <input type="checkbox"/> Single Asset Real Estate as defined in 11 U.S.C. § 101(51B) <input type="checkbox"/> Railroad <input type="checkbox"/> Stockbroker <input type="checkbox"/> Commodity Broker <input type="checkbox"/> Clearing Bank <input type="checkbox"/> Other	
<b>Filing Fee</b> (Check one box)		<b>Tax-Exempt Entity</b> (Check box, if applicable)	
<input checked="" type="checkbox"/> Full Filing Fee attached  <input type="checkbox"/> Filing Fee to be paid in installments (applicable to individuals only). Must attach signed application for the court's consideration certifying that the debtor is unable to pay fee except in installments. Rule 1006(b) See Official Form 3A.  <input type="checkbox"/> Filing Fee waiver requested (applicable to chapter 7 individuals only). Must attach signed application for the court's consideration. See Official Form 3B.		<b>Chapter of Bankruptcy Code Under Which the Petition is Filed</b> (Check one box)	
<input type="checkbox"/> Chapter 7 <input type="checkbox"/> Chapter 9 <input checked="" type="checkbox"/> Chapter 11 <input type="checkbox"/> Chapter 12 <input type="checkbox"/> Chapter 13		<input type="checkbox"/> Chapter 15 Petition for Recognition of a Foreign Main Proceeding <input type="checkbox"/> Chapter 15 Petition for Recognition of a Foreign Nonmain Proceeding	
<b>Nature of Debts</b> (Check one box)			
<input type="checkbox"/> Debts are primarily consumer debts, defined in 11 U.S.C. § 101(8) as "incurred by an individual primarily for a personal, family, or household purpose." <input checked="" type="checkbox"/> Debts are primarily business debts			
<b>Chapter 11 Debtors</b>			
<b>Check one box:</b>			
<input type="checkbox"/> Debtor is a small business debtor as defined in 11 U.S.C. § 101(51D). <input checked="" type="checkbox"/> Debtor is not a small business debtor as defined in 11 U.S.C. § 101(51D)			
<b>Check if:</b>			
<input type="checkbox"/> Debtor's aggregate noncontingent liquidated debts (excluding debts owed to insiders or affiliates) are less than \$2 million.			
<b>Check all applicable boxes</b>			
<input type="checkbox"/> A plan is being filed with this petition <input type="checkbox"/> Acceptances of the plan were solicited prepetitio from one or more classes of creditors, in accordance with 11 U.S.C. § 1126(c)			
<b>Statistical/Administrative Information</b>			
<input type="checkbox"/> Debtor estimates that funds will be available for distribution to unsecured creditors. <input checked="" type="checkbox"/> Debtor estimates that, after any exempt property is excluded and administrative expenses paid, there will be no funds available for distribution to unsecured creditors			
<b>Estimated Number of Creditors</b>			
1- 50- 100- 200- 1,000- 5,001- 10,001- 25,001- 50,001- Over 49 99 199 999 5,000 10,000 25,000 50,000 100,000 100,000			
<b>Estimated Assets</b>			
<input type="checkbox"/> \$0 to \$10,000 <input type="checkbox"/> \$10,000 to \$100,000 <input type="checkbox"/> \$100,000 to \$1 million <input checked="" type="checkbox"/> \$1 million to \$100 million <input type="checkbox"/> More than \$100 million			
<b>Estimated Liabilities</b>			
<input type="checkbox"/> \$0 to \$50,000 <input type="checkbox"/> \$50,000 to \$100,000 <input type="checkbox"/> \$100,000 to \$1 million <input checked="" type="checkbox"/> \$1 million to \$100 million <input type="checkbox"/> More than \$100 million			
<b>THIS SPACE IS FOR COURT USE ONLY</b>			
<b>U.S. BANKRUPTCY COURT, MIDDLE DISTRICT OF FLORIDA</b>			
<b>FILED FEB 14 AM 8:55</b>			

<b>Voluntary Petition</b> <i>(This page must be completed and filed in every case)</i>		Name of Debtor(s): <b>Edward D. Fagan</b>
<b>All Prior Bankruptcy Cases Filed Within Last 8 Years</b> (If more than two, attach additional sheet.)		
Location Where Filed:	Case Number:	Date Filed:
Location Where Filed:	Case Number:	Date Filed:
<b>Pending Bankruptcy Case Filed by any Spouse, Partner or Affiliate of this Debtor</b> (If more than one, attach additional sheet)		
Name of Debtor: <b>Fagan, Edward</b>	Case Number: <b>06-0014863 (NLW)</b>	Date Filed: <b>June 2006</b>
District: <b>NJ</b>	Relationship: <b>Attempt Involuntary</b>	Judge: <b>Novalyn Winfield</b>
<b>Exhibit A</b> (To be completed if debtor is required to file periodic reports (e.g., forms 10K and 10Q) with the Securities and Exchange Commission pursuant to Section 13 or 15(d) of the Securities Exchange Act of 1934 and is requesting relief under chapter 11.)		<b>Exhibit B</b> (To be completed if debtor is an individual whose debts are primarily consumer debts) I, the attorney for the petitioner named in the foregoing petition, declare that I have informed the petitioner that [he or she] may proceed under chapter 7, 11, 12, or 13 of title 11, United States Code, and have explained the relief available under each such chapter. I further certify that I have delivered to the debtor the notice required by 11 U.S.C. § 342(b).
<input type="checkbox"/> Exhibit A is attached and made a part of this petition.		<input checked="" type="checkbox"/> <u>X Not Applicable</u> Signature of Attorney for Debtor(s) _____ Date _____
<b>Exhibit C</b>		
Does the debtor own or have possession of any property that poses or is alleged to pose a threat of imminent and identifiable harm to public health or safety?		
<input type="checkbox"/> Yes, and Exhibit C is attached and made a part of this petition. <input checked="" type="checkbox"/> No		
<b>Exhibit D</b>		
(To be completed by every individual debtor. If a joint petition is filed, each spouse must complete and attach a separate Exhibit D.)		
<input checked="" type="checkbox"/> Exhibit D completed and signed by the debtor is attached and made a part of this petition. If this is a joint petition: <input type="checkbox"/> Exhibit D also completed and signed by the joint debtor is attached and made a part of this petition.		
<b>Information Regarding the Debtor - Venue</b> (Check any applicable box)		
<input checked="" type="checkbox"/> Debtor has been domiciled or has had a residence, principal place of business, or principal assets in this District for 180 days immediately preceding the date of this petition or for a longer part of such 180 days than in any other District. <input type="checkbox"/> There is a bankruptcy case concerning debtor's affiliate, general partner, or partnership pending in this District. <input type="checkbox"/> Debtor is a debtor in a foreign proceeding and has its principal place of business or principal assets in the United States in this District, or has no principal place of business or assets in the United States but is a defendant in an action or proceeding [in a federal or state court] in this District, or the interests of the parties will be served in regard to the relief sought in this District.		
<b>Statement by a Debtor Who Resides as a Tenant of Residential Property</b> (Check all applicable boxes)		
<input type="checkbox"/> Landlord has a judgment against the debtor for possession of debtor's residence. (If box checked, complete the following).  (Name of landlord that obtained judgment) _____  (Address of landlord) _____		
<input type="checkbox"/> Debtor claims that under applicable nonbankruptcy law, there are circumstances under which the debtor would be permitted to cure the entire monetary default that gave rise to the judgment for possession, after the judgment for possession was entered, and <input type="checkbox"/> Debtor has included in this petition the deposit with the court of any rent that would become due during the 30-day period after the filing of the petition.		

<b>Voluntary Petition</b> <i>(This page must be completed and filed in every case)</i>	Name of Debtor(s): Edward D. Fagan
<b>Signatures</b>	
<p><b>Signature(s) of Debtor(s) (Individual/Joint)</b></p> <p>I declare under penalty of perjury that the information provided in this petition is true and correct.  [If petitioner is an individual whose debts are primarily consumer debts and has chosen to file under chapter 7] I am aware that I may proceed under chapter 7, 11, 12 or 13 of title 11, United States Code, understand the relief available under each such chapter, and choose to proceed under chapter 7.  [If no attorney represents me and no bankruptcy petition preparer signs the petition] I have obtained and read the notice required by 11 U.S.C. § 342(b).</p> <p>I request relief in accordance with the chapter of title 11, United States Code, specified in this petition.</p> <p>X   Signature of Debtor Edward D. Fagan</p> <p><input checked="" type="checkbox"/> Not Applicable  Signature of Joint Debtor <u>(623) 568-6441</u></p> <p>Telephone Number (If not represented by attorney)  <u>Feb. 13, 2007</u></p> <p>Date</p>	<p><b>Signature of a Foreign Representative</b></p> <p>I declare under penalty of perjury that the information provided in this petition is true and correct, that I am the foreign representative of a debtor in a foreign proceeding, and that I am authorized to file this petition.</p> <p>(Check only one box.)</p> <p><input type="checkbox"/> I request relief in accordance with chapter 15 of Title 11, United States Code. Certified Copies of the documents required by § 1515 of title 11 are attached.</p> <p><input type="checkbox"/> Pursuant to 11 U.S.C. § 1511, I request relief in accordance with the Chapter of title 11 specified in the petition. A certified copy of the order granting recognition of the foreign main proceeding is attached</p> <p><input checked="" type="checkbox"/> Not Applicable  (Signature of Foreign Representative)</p> <p>(Printed Name of Foreign Representative)</p> <p>Date</p>
<p><b>Signature of Attorney</b></p> <p>X _____  Signature of Attorney for Debtor(s)</p> <p>Printed Name of Attorney for Debtor(s) / Bar No.</p> <p>Firm Name</p> <p>Address</p> <p>Telephone Number</p> <p>Date</p>	<p><b>Signature of Non-Attorney Petition Preparer</b></p> <p>I declare under penalty of perjury that: (1) I am a bankruptcy petition preparer as defined in 11 U.S.C. § 110; (2) I prepared this document for compensation and have provided the debtor with a copy of this document and the notices and information required under 11 U.S.C. §§ 110(b), 110(h), and 342(b); and, (3) if rules or guidelines have been promulgated pursuant to 11 U.S.C. § 110(h) setting a maximum fee for services chargeable by bankruptcy petition preparers, I have given the debtor notice of the maximum amount before preparing any document for filing for a debtor or accepting any fee from the debtor, as required in that section. Official Form 19B is attached.</p> <p><input checked="" type="checkbox"/> Not Applicable  Printed Name and title, if any, of Bankruptcy Petition Preparer</p> <p>Social Security number (If the bankruptcy petition preparer is not an individual, state the Social Security number of the officer, principal, responsible person or partner of the bankruptcy petition preparer.) (Required by 11 U.S.C. 110.)</p> <p>Address</p>
<p><b>Signature of Debtor (Corporation/Partnership)</b></p> <p>I declare under penalty of perjury that the information provided in this petition is true and correct, and that I have been authorized to file this petition on behalf of the debtor.</p> <p>The debtor requests the relief in accordance with the chapter of title 11, United States Code, specified in this petition.</p> <p><input checked="" type="checkbox"/> Not Applicable  Signature of Authorized Individual</p> <p>Printed Name of Authorized Individual</p> <p>Title of Authorized Individual</p> <p>Date</p>	<p><input checked="" type="checkbox"/> Not Applicable  Signature of Bankruptcy Petition Preparer or officer, principal, responsible person, or partner whose social security number is provided above.</p> <p>Names and Social Security numbers of all other individuals who prepared or assisted in preparing this document unless the bankruptcy petition preparer is not an individual:</p> <p>If more than one person prepared this document, attach additional sheets conforming to the appropriate official form for each person.</p> <p><i>A bankruptcy petition preparer's failure to comply with the provisions of title 11 and the Federal Rules of Bankruptcy Procedure may result in fines or imprisonment or both 11 U.S.C. §110; 18 U.S.C. §156.</i></p>

Official Form 1, Exhibit D (10/06)

UNITED STATES BANKRUPTCY COURT

District of \_\_\_\_\_

In re Edward D. Fagan  
Debtor(s)

Case No. \_\_\_\_\_  
(if known)

**EXHIBIT D - INDIVIDUAL DEBTOR'S STATEMENT OF COMPLIANCE WITH  
CREDIT COUNSELING REQUIREMENT**

**Warning:** You must be able to check truthfully one of the five statements regarding credit counseling listed below. If you cannot do so, you are not eligible to file a bankruptcy case, and the court can dismiss any case you do file. If that happens, you will lose whatever filing fee you paid, and your creditors will be able to resume collection activities against you. If your case is dismissed and you file another bankruptcy case later, you may be required to pay a second filing fee and you may have to take extra steps to stop creditors' collection activities.

*Every individual debtor must file this Exhibit D. If a joint petition is filed, each spouse must complete and file a separate Exhibit D. Check one of the five statements below and attach any documents as directed.*

1. Within the 180 days before the filing of my bankruptcy case, I received a briefing from a credit counseling agency approved by the United States trustee or bankruptcy administrator that outlined the opportunities for available credit counseling and assisted me in performing a related budget analysis, and I have a certificate from the agency describing the services provided to me. *Attach a copy of the certificate and a copy of any debt repayment plan developed through the agency.*

2. Within the 180 days before the filing of my bankruptcy case, I received a briefing from a credit counseling agency approved by the United States trustee or bankruptcy administrator that outlined the opportunities for available credit counseling and assisted me in performing a related budget analysis, but I do not have a certificate from the agency describing the services provided to me. *You must file a copy of a certificate from the agency describing the services provided to you and a copy of any debt repayment plan developed through the agency no later than 15 days after your bankruptcy case is filed.*

Official Form 1, Exh. D (10/06) - Cont.

3. I certify that I requested credit counseling services from an approved agency but was unable to obtain the services during the five days from the time I made my request, and the following exigent circumstances merit a temporary waiver of the credit counseling requirement so I can file my bankruptcy case now. *[Must be accompanied by a motion for determination by the court.]* Summarize exigent circumstances here.

If the court is satisfied with the reasons stated in your motion, it will send you an order approving your request. You must still obtain the credit counseling briefing within the first 30 days after you file your bankruptcy case and promptly file a certificate from the agency that provided the briefing, together with a copy of any debt management plan developed through the agency. Any extension of the 30-day deadline can be granted only for cause and is limited to a maximum of 15 days. A motion for extension must be filed within the 30-day period. Failure to fulfill these requirements may result in dismissal of your case. If the court is not satisfied with your reasons for filing your bankruptcy case without first receiving a credit counseling briefing, your case may be dismissed.

4. I am not required to receive a credit counseling briefing because of: *[Check the applicable statement.]* *[Must be accompanied by a motion for determination by the court.]*

Incapacity. (Defined in 11 U.S.C. § 109(h)(4) as impaired by reason of mental illness or mental deficiency so as to be incapable of realizing and making rational decisions with respect to financial responsibilities.);

Disability. (Defined in 11 U.S.C. § 109(h)(4) as physically impaired to the extent of being unable, after reasonable effort, to participate in a credit counseling briefing in person, by telephone, or through the Internet.);

Active military duty in a military combat zone.

5. The United States trustee or bankruptcy administrator has determined that the credit counseling requirement of 11 U.S.C. § 109(h) does not apply in this district.

I certify under penalty of perjury that the information provided above is true and correct.

Signature of Debtor:

Date: Feb. 14, 2007

Official Form 6D (10/06)

In re Edward D. Fagan

Debtor

Case No.

(If known)

## SCHEDULE D - CREDITORS HOLDING SECURED CLAIMS

Check this box if debtor has no creditors holding secured claims to report on this Schedule D.

CREDITOR'S NAME AND MAILING ADDRESS INCLUDING ZIP CODE AND AN ACCOUNT NUMBER (See Instructions, Above.)	CODEBTOR	HUSBAND, WIFE, JOINT OR COMMUNITY	DATE CLAIM WAS INCURRED, NATURE OF LIEN, AND DESCRIPTION AND VALUE OF PROPERTY SUBJECT TO LIEN	CONTINGENT	UNLIQUIDATED	DISPUTED	AMOUNT OF CLAIM WITHOUT DEDUCTING VALUE OF COLLATERAL	UNSECURED PORTION, IF ANY
ACCOUNT NO.			VALUE \$0.00					0.00
None								
ACCOUNT NO.			VALUE \$0.00					0.00
None								
ACCOUNT NO.			VALUE \$0.00					0.00
None								
ACCOUNT NO.			VALUE \$0.00					
None								

0 continuation sheets attached

Subtotal >  
(Total of this page)

Total >  
(Use only on last page)

\$	\$,000,000.00
\$	\$,000,000.00

(Report also on Summary of (If applicable, report  
Schedules) also on Statistical  
Summary of Certain  
Liabilities and  
Related Data.)

Official Form 6E (10/06)

Edward D. Fagan

Debtor

Case No.

(if known)

## SCHEDULE E - CREDITORS HOLDING UNSECURED PRIORITY CLAIMS

- Check this box if debtor has no creditors holding unsecured priority claims to report on this Schedule E.

**TYPES OF PRIORITY CLAIMS** (Check the appropriate box(es) below if claims in that category are listed on the attached sheets)

- Domestic Support Obligations**

Claims for domestic support that are owed to or recoverable by a spouse, former spouse, or child of the debtor, or the parent, legal guardian, or responsible relative of such a child, or a governmental unit to whom such a domestic support claim has been assigned to the extent provided in 11 U.S.C. § 507(a)(1).

- Extensions of credit in an involuntary case**

Claims arising in the ordinary course of the debtor's business or financial affairs after the commencement of the case but before the earlier of the appointment of a trustee or the order for relief. 11 U.S.C. § 507(a)(3).

- Wages, salaries, and commissions**

Wages, salaries, and commissions, including vacation, severance, and sick leave pay owing to employees and commissions owing to qualifying independent sales representatives up to \$10,000\* per person earned within 180 days immediately preceding the filing of the original petition, or the cessation of business, whichever occurred first, to the extent provided in 11 U.S.C. § 507(a)(4).

- Contributions to employee benefit plans**

Money owed to employee benefit plans for services rendered within 180 days immediately preceding the filing of the original petition, or the cessation of business, whichever occurred first, to the extent provided in 11 U.S.C. § 507(a)(5).

Official Form 6E (10/06) - Cont.

Edward D. Fagan

Debtor

Case No.

(If known)

Certain farmers and fishermen

Claims of certain farmers and fishermen, up to \$4,925\* per farmer or fisherman, against the debtor, as provided in 11 U.S.C. § 507(a)(6).

Deposits by individuals

Claims of individuals up to \$2,225\* for deposits for the purchase, lease, or rental of property or services for personal, family, or household use, that were not delivered or provided. 11 U.S.C. § 507(a)(7).

Taxes and Certain Other Debts Owed to Governmental Units

Taxes, customs duties, and penalties owing to federal, state, and local governmental units as set forth in 11 U.S.C. § 507(a)(8).

Commitments to Maintain the Capital of an Insured Depository Institution

Claims based on commitments to the FDIC, RTC, Director of the Office of Thrift Supervision, Comptroller of the Currency, or Board of Governors of the Federal Reserve System, or their predecessors or successors, to maintain the capital of an insured depository institution. 11 U.S.C. § 507 (a)(9).

Claims for Death or Personal Injury While Debtor Was Intoxicated

Claims for death or personal injury resulting from the operation of a motor vehicle or vessel while the debtor was intoxicated from using alcohol, a drug, or another substance. 11 U.S.C. § 507(a)(10).

\* Amounts are subject to adjustment on April 1, 2007, and every three years thereafter with respect to cases commenced on or after the date of adjustment.

Official Form 6E (10/06) - Cont.

Case No. \_\_\_\_\_

(If known)

8 Edward D. Fagan

Debtor

## SCHEDULE E - CREDITORS HOLDING UNSECURED PRIORITY CLAIMS

(Continuation Sheet)

### Type of Priority: Domestic Support Obligations

CREDITOR'S NAME, MAILING ADDRESS INCLUDING ZIP CODE, AND ACCOUNT NUMBER (See instructions above.)	CODETOR	HUSBAND, WIFE, JOINT OR COMMUNITY	DATE CLAIM WAS INCURRED AND CONSIDERATION FOR CLAIM	CONTINGENT	UNLIQUIDATED	DISPUTED	AMOUNT OF CLAIM	AMOUNT ENTITLED TO PRIORITY	AMOUNT NOT ENTITLED TO PRIORITY, IF ANY
ACCOUNT NO. No Account No.  Elizabeth A. Silver-Fagan 10 Fern Cliff Terrace Short Hills NJ 07078			September 2002 Divorce	X			\$ 3,000,000.00	\$ 3,000,000.00	\$ 0.00

Sheet no. 2 of 3 continuation sheets attached to Schedule of  
Creditors Holding Priority Claims

Subtotals >  
(Totals of this page)

Total >

(Use only on last page of the completed  
Schedule E. Report also on the Summary of  
Schedules.)

Total >

(Use only on last page of the completed  
Schedule E. If applicable, report also on the  
Statistical Summary of Certain Liabilities and  
Related Data. )

\$ 3,000,000.00	\$ 3,000,000.00	\$ 0.00
\$		
	\$	\$

Official Form 6E (10/06) - Cont.

Case No. \_\_\_\_\_

Edward D. Fagan

(If known)

Debtor

## SCHEDULE E - CREDITORS HOLDING UNSECURED PRIORITY CLAIMS

(Continuation Sheet)

### Type of Priority: Taxes and Certain Other Debts Owed to Governmental Units

CREDITOR'S NAME, MAILING ADDRESS INCLUDING ZIP CODE, AND ACCOUNT NUMBER (See instructions above.)	CODEBTOR	HUSBAND, WIFE, JOINT OR COMMUNITY	DATE CLAIM WAS INCURRED AND CONSIDERATION FOR CLAIM	CONTINGENT	UNLIQUIDATED	DISPUTED	AMOUNT OF CLAIM	AMOUNT ENTITLED TO PRIORITY	AMOUNT NOT ENTITLED TO PRIORITY, IF ANY
ACCOUNT NO. 463-88-4125  NJ Division of Taxation Taxation Bldg. 50 Barrac 50 Barrack St. 1st Fl Trenton, NJ 08695			December 2003 Taxes	X			175,000.00	175,000.00	0.00
ACCOUNT NO. 463-98-4125  NYS Division of Taxation POBox 2107 Albany NY 12220			December 2003 Taxes	X			375,000.00	375,000.00	0.00
ACCOUNT NO. 463-98-4125  US - IRS 1 Centre Street Room 200N NY, NY 10007			December 2003 Taxes	X			750,000.00	750,000.00	0.00

Sheet no. 3 of 3 continuation sheets attached to Schedule of  
Creditors Holding Priority Claims

Subtotals  
(Totals of this page)

Total >

\$ 1,300,000.00	\$ 1,300,000.00	\$ 0.00
-----------------	-----------------	---------

\$ 4,300,000.00

Total >

	\$ 4,300,000.00	\$ 0.00
--	-----------------	---------

(Use only on last page of the completed  
Schedule E. Report also on the Summary of  
Schedules.)

(Use only on last page of the completed  
Schedule E. If applicable, report also on the  
Statistical Summary of Certain Liabilities and  
Related Data.)

Official Form 6F (10/06)

Edward D. Fagan

Debtor

Case No. \_\_\_\_\_

(If known)

## SCHEDULE F - CREDITORS HOLDING UNSECURED NONPRIORITY CLAIMS

Check this box if debtor has no creditors holding unsecured nonpriority claims to report on this Schedule F.

CREDITOR'S NAME, MAILING ADDRESS INCLUDING ZIP CODE, AND ACCOUNT NUMBER (See instructions above.)	CODETOR  HUSBAND, WIFE, JOINT OR COMMUNITY	DATE CLAIM WAS INCURRED AND CONSIDERATION FOR CLAIM. IF CLAIM IS SUBJECT TO SETOFF, SO STATE	CONTINGENT	UNLIQUIDATED	DISPUTED	AMOUNT OF CLAIM
ACCOUNT NO. No Account		December 2004 Setoff Disputed Judgment		X		3,400,000.00
Allen Tavel c/o Chad Friedman Ravin Greenberg 101 Eisenhower Roseland, NJ 07078						
ACCOUNT NO. No Account		December 2004 Setoff Disputed Judgment		X		685,000.00
Andrew Decter c/o Chad Friedman Ravin Greenberg 101 Eisenhower Pkwy Roseland, NJ 07078						
ACCOUNT NO. No Account		January 2007 Professional Fees				2,500.00
Bruce Levitt 76 South Orange # 305 South Orange, NJ 07079						
ACCOUNT NO. No Account		December 2006 Professional Fees				300,000.00
Clark Alpert Esq. 449 Mt Pleasant Ave West Orange NJ 07052						
ACCOUNT NO. No Account		December 2004 Setoff Judgment		X		217,500.00
Diane Gibbons c/o Chad Friedman Ravin Greenberg 101 Eisenhower Parkway Roseland, NJ 07068						

2 Continuation sheets attached

Subtotal >	\$ 4,605,000.00
Total >	\$

(Use only on last page of the completed Schedule F.)  
(Report also on Summary of Schedules and, if applicable on the Statistical  
Summary of Certain Liabilities and Related Data.)

Official Form 6F (10/06) - Cont.

re Edward D. Fagan

Debtor

Case No. \_\_\_\_\_

(If known)

## SCHEDULE F - CREDITORS HOLDING UNSECURED NONPRIORITY CLAIMS

(Continuation Sheet)

CREDITOR'S NAME, MAILING ADDRESS INCLUDING ZIP CODE, AND ACCOUNT NUMBER (See instructions above.)	CODEBTOR <small>HUSBAND, WIFE, JOINT OR COMMUNITY</small>	DATE CLAIM WAS INCURRED AND CONSIDERATION FOR CLAIM. <small>IF CLAIM IS SUBJECT TO SETOFF, SO STATE</small>	CONTINGENT	UNLIQUIDATED	DISPUTED	AMOUNT OF CLAIM
ACCOUNT NO. <u>No Account</u>		January 2007  Professional Fees				75,000.00
Dr. Carl Abraham 3 Baker Hill Road Great Neck NY 11023						
ACCOUNT NO. <u>No Account</u>		December 2004  Disputed Judgment		X		225,000.00
Edith Edry c/o Chad Friedman Ravin Greenberg 101 Eisenhower Pkwy Roseland, NJ 07078						
ACCOUNT NO. <u>No Account</u>		December 2000  Factoring / Borrowing		X		750,000.00
Harvey Grossman 0 Main Street West Orange NJ 07052						
ACCOUNT NO. <u>No Account</u>		December 2006  Loan		X		100,000.00
Hunter Singer c/o Hartman Assoc 1414 6th Ave NY, NY 10019						
ACCOUNT NO. <u>No Account</u>		October 2002  Professional Fees				250,000.00
John N. Post 425 Eagle Rock Ave Ste 200 Roseland NJ 07068						

Sheet no. 1 of 2 continuation sheets attached  
to Schedule of Creditors Holding Unsecured  
Nonpriority Claims

Subtotal >	\$ 1,400,000.00
Total >	\$

(Use only on last page of the completed Schedule F.)  
(Report also on Summary of Schedules and, if applicable on the Statistical  
Summary of Certain Liabilities and Related Data.)

Official Form 6F (10/06) - Cont.

Debtor Edward D. Fagan

Debtor

Case No. \_\_\_\_\_

(If known)

## SCHEDULE F - CREDITORS HOLDING UNSECURED NONPRIORITY CLAIMS

(Continuation Sheet)

CREDITOR'S NAME, MAILING ADDRESS INCLUDING ZIP CODE, AND ACCOUNT NUMBER (See instructions above.)	CODEBTOR	HUSBAND, WIFE, JOINT OR CO-MUNITY	DATE CLAIM WAS INCURRED AND CONSIDERATION FOR CLAIM. IF CLAIM IS SUBJECT TO SETOFF, SO STATE	CONTINGENT	UNLIQUIDATED	DISPUTED	AMOUNT OF CLAIM
ACCOUNT NO. <u>No Account</u>			December 2006  Professional Fees				75,000.00
Mike Ambrosio 449 Mt. Pleasant West Orange NJ 07052							
ACCOUNT NO. <u>No Account</u>			December 2000  Factoring / Borrowing	X			3,000,000.00
Norbert Gschwend Steig Center Industriestr 28 Herisau 9100 Switzerland							
ACCOUNT NO. <u>No Account</u>			December 2005  Judgment	Setoff	X		330,000.00
Stroock Stroock & Lavan 80 Maiden Lane New York NY 10038							
ACCOUNT NO. <u>1010125024264</u>			December 2006  Bank Overdraft				2,500.00
Wachovia Bank PO Box 583966 Charlotte NC 28256							

Sheet no. 2 of 2 continuation sheets attached  
to Schedule of Creditors Holding Unsecured  
Nonpriority Claims

Subtotal >	\$ 3,407,500.00
Total >	\$ 9,412,500.00

(Use only on last page of the completed Schedule F.)  
 (Report also on Summary of Schedules and, if applicable on the Statistical  
 Summary of Certain Liabilities and Related Data.)

United States Bankruptcy Court - Middle District of Florida  
Name of Debtor: Edward D. Fagan

Voluntary Petition

**MATRIX**

Silver-Fagan, Elizabeth A.  
10 Fern Cliff Terrace  
Short Hills, NJ 07078

NJ Division of Taxation  
Taxation Bldg. 50 Barracks Street, 1<sup>st</sup> Fl  
Trenton, NJ 08695

NYS Division of Taxation  
PO Box 2107  
Albany, NY 12220

IRS  
1 Centre Street, Room 200N  
New York, NY 10007

Tavel, Allen  
c/o Chad Friedman, Raven Greenberg  
101 Eisenhower Pkwy

Roseland, NJ 07068  
Dechter, Andrew

c/o Chad Friedman, Raven Greenberg  
101 Eisenhower Pkwy

Roseland, NJ 07068

Edry, Edith

c/o Chad Friedman, Raven Greenberg  
101 Eisenhower Pkwy

Roseland, NJ 07068

Gibbons, Diane

c/o Chad Friedman, Raven Greenberg  
101 Eisenhower Pkwy

Roseland, NJ 07068

Abraham, Dr. Carl  
3 Baker Hill Road  
Great Neck, NY 11203

Grossman, Harvey  
80 Main Street  
West Orange, NJ 07052

Singer, Hunter  
c/o Robert Hartman  
1414 6<sup>th</sup> Avenue, New York, NY 10019

Post, John N.  
425 Eagle Rock Ave. Ste 200  
Roseland, NJ 07068

Ambrosio, Mike  
449 Mt Pleasant Avenue  
West Orange, NJ 07052

Gschwend, Norbert  
Steig Center, Industriestr. 28,  
Herisau, 9100 Switzerland

United States Bankruptcy Court - Middle District of Florida  
Name of Debtor: Edward D. Fagan

Voluntary Petition

MATRIX

Stroock, Stroock & Lavan  
180 Maiden Lane  
New York, NY 10038

Alpert, Clark  
449 Mt Pleasant Avenue  
West Orange, NJ 07052

Levitt, Bruce  
75 South Orange Ave., #305  
South Orange, NJ 07079

Wachovia Bank  
PO Box 563966  
Charlotte, NC 28256

## **EXHIBIT 3**

### **MASTER CONTRACT BETWEEN THE LIONS GROUP, LTD. AND FAGAN**

**SECURITY AGREEMENT AND AGREEMENT AS TO PURCHASE AND  
ASSIGNMENT OF ANTICIPATED ATTORNEY'S FEES, REAFFIRMATION  
OF PRIOR PURCHASES, ASSIGNMENTS AND RELATED SECURITY  
INTERESTS, AND CONSOLIDATION OF EXISTING OBLIGATIONS**

THIS AGREEMENT is made and entered on **APRIL 26, 2002**, by and between THE LIONS GROUP, LTD., ("LGL"), with a principal office located at 80 Main Street, West Orange, New Jersey, 07052, and its successors and/or assigns, and EDWARD FAGAN, ESQUIRE, d/b/a FAGAN & ASSOCIATES, ("Attorney"), whose address is 301 South Livingston Avenue, Suite 100, Livingston, New Jersey, 07039, and his successors and/or assigns.

**RECITALS:**

- A. Pursuant to previous agreements dated March 3, 2000, December 29, 2000, February 17, 2001, March 14, 2001, March 30, 2001, May 15, 2001, May 16, 2001, May 31, 2001, June 27, 2001, August 14, 2001, March 21, 2002 and April 8, 2002 (the "Predecessor Agreements"), Attorney has sold and assigned to LGL, in whole or in part, unpaid legal fees and/or his right to reimbursement for expenses which Attorney is, or may be, entitled to receive with respect to representation of clients in the following matters:
  1. Meili v. Union Bank of Switzerland and/or Meili v. Robert Studar, Master Docket No. CV-96-4849 (E.D.N.Y.), Index No. 98-100630 ("the Meili fees");
  2. Holocaust Related Cases
    - a. In Re: Holocaust Victims Assets, Master Docket No. CV-96-4849 (E.D.N.Y.) (collectively the "Holocaust claims fees"), and
    - b. In Re: Austrian and German Bank Holocaust Litigation Watman et al v. Deutsche Bank et al (Austrian & German Banks Case), Docket #CV-98-3938 (pending in the United States District Court for the Southern District of New York before the Honorable Shirley Wahl Kram)
  3. In Re: Ski Train Fire in Kaprun, Austria on November 11, 2000, MDL Dkt. No. 1428 ( S.D. N.Y); Habblett, et al. v. Leitner Lifts USA, Inc., et al., CIV-0266-01; Civil Action No. 01-817; Rudolph Kern & Angela Kern, et al. v. Leitner Lifts USA, Inc., et al., Civ. No. 01-0264; LTC (Ret.) John S. Habblett, et al. v. Swoboda Karosserie-und Stahlbauer g.m.b.H., et al., Civ. No. 8:-1-CV-1221-T-30 MAP; LTC (Ret.) John S. Habblett, et al. v. Leitner Lifts ISA, Inc., et al., Civ. No. 01-WM-1123 (D.Col); LTC

(Ret.) John J. Habblett, et al. v. Siemens AG, et al., Civil No. 01-CIV 6554; LTC  
(Ret.) John S. Habblett, et al. v. Waagner-Biro, et al., Civil Action No. 01-5815 (C.D.  
Cal.); Habblett, et al. v. OMNI-GLOW CORPORATION, et al., N.D. MA., Habblett,  
et al. v. Bosch Rexroth AG, et al., Civil Action No. 01-CV-4201 (E.D.P.A.); Habblett,  
et al. v. TUV OSTERREICH, et al., Civil Docket No. 301 CV 1794 (JBA)(Dist.  
Conn.), collectively "the Kaprun claims"), in which Attorney represents various  
claimants seeking recoveries in a series of matters assigning out of a ski-lift collapse  
in Kaprun, Austria and shall thereupon become entitled to receive fees and  
reimbursement of expenses (collectively "the Kaprun fees").

- B. In addition thereto, Attorney assigned to LGL his attorney's liens with respect to the foregoing matters, collectively referred to as "the Original Claims," and LGL thereafter perfected UCC Article 9 security interests in such unpaid legal fees, rights to reimbursement for expenses and attorney's liens, all of which security interests are existing first lien positions, other than the security interests created with respect to the Holocaust Claims fees, which have been extinguished.
- C. On October 24, 2001 a payment of \$200,000.00 was made by Attorney against the moneys then unpaid and due (inclusive of liquidated damages accruing on a per diem basis), which amount was applied in full satisfaction of Attorney's obligations to LGL with respect to the Holocaust claims fees, and a portion of the accrued liquidated damages with respect to the remaining Original Claims, subject to the further understanding that all amounts then remaining unpaid, together with any per diem liquidated damages accruing thereafter, as well as any further purchases by LGL of fees due Attorney would be secured by first liens upon, and UCC 9 security interests in the remaining Original Claims, as well as the Attorney's Portion(s) in any other matters (hereinafter collectively "the Additional Claims") which might thereafter be sold by Attorney to LGL.
- D. Upon receipt on October 24, 2001 of said payment and the application thereof by LGL, Fagan and LGL agreed that various debts of Fagan remained owing by Fagan to LGL, and that per diem liquidated damages for nonpayment thereof would be consolidated and adjusted, as provided for hereinafter.
- E. Attorney and LGL have accordingly determined to supplement, and to extent the terms may be inconsistent therewith, to amend the Predecessor Agreements in order to consolidate and restate the obligations currently outstanding, including those relating to the purchase

and assignment of additional fees after October 24, 2001, to: (i) reflect the manner of application of that payment, (ii) to reaffirm LGL's Security Interest with respect to the remaining Original Claims, (iii) to better secure LGL with respect to the amounts remaining outstanding, and (iv) to set forth terms, procedures, and security arrangements the parties have agreed upon in order to govern contemplated further assignments to LGL, as well as to determine the amount of the liquidated damages which have accrued, and the manner in which they shall accrue hereafter.

NOW, THEREFORE, in consideration of the mutual promises and covenants contained herein, the sufficiency of which are hereby acknowledged, the parties agree as follows:

1. Recitals. The Recitals set forth above are incorporated into this Agreement and are hereby made a part thereof; to the extent of either party's knowledge with respect thereto at the time of execution of the within agreement, they each affirm to the other that the assertions set forth therein are true and correct.
2. Survival of Predecessor Agreements and Un-Extinguished Security Interests. This Agreement is intended to supplement, rather than supersede the Predecessor Agreements and said agreements, and the obligations and security interests created thereunder shall survive and be deemed to be incorporated herein, except to the extent they have been, or may hereafter be extinguished, or may be inconsistent therewith, in which case they shall be deemed amended and superseded pro tanto by this Agreement.
3. Definitions. For the purposes of this Agreement, the following terms shall mean as follows:
  - a. "The Claims" more specifically shall be deemed to refer collectively to all of the claims identified in the Recitals, together with any other matter with respect to which Attorney may hereafter sell and assign to LGL some or all of his right to receive fees and/or reimbursement of expenses which may become due him as a result of performing legal services with respect to such matter.
  - b. "The Original Claims" more specifically shall refer collectively to the Meili Claims, the Holocaust claims fees, the Swiss/Austrian Bank claims and the Kaprun claims.
  - c. "The Additional Claims" more specifically shall refer collectively to any other any legal matter(s) as a result of which fees may become due Attorney as a result of

performing legal services with respect to such matter, and as to which the Attorney's Portion of any Recovery is hereafter assigned to LGL pursuant to this Agreement.

- d. "Recovery" and "Recoveries" shall refer to the proceeds of any favorable resolution of any matter among the Claims, whether by way of judgment, settlement, final order or decree.
  - e. "Fee agreement" shall refer to any agreement in writing between Attorney and any client(s), or any person authorized to act upon any client or group of clients, or the order of any Court, arbitrator or administrative body having jurisdiction, which is intended to set forth, and/or determine the fees and amount(s) of reimbursement of expenses which shall be due Attorney from the proceeds of any Recovery or Recoveries.
  - f. "Attorney's Portion" shall refer to both the fees and amount of reimbursement of expenses due Attorney upon resolution of any of the Claims, whether same is determined under any fee agreement with a client or clients, or as a result of any order or award of any Court, arbitrator or administrative body.
  - g. The "per diem rate" as used hereinafter shall mean liquidated damages as set forth in Paragraph Six above.
4. Representations and Warranties. Attorney represents and warrants as follows:
- a. Attorney is/or was the duly-authorized counsel, or co-counsel of record for plaintiff(s) in each of the completed, currently pending, or contemplated litigations among the Original Claims, and shall be the duly-authorized counsel, or co-counsel of record for plaintiff(s) in any matter which becomes one of the Additional Claims; as to any of any of the Original Claims which have been resolved, Attorney has either already earned, been awarded, and/or shall be entitled to receive fees and reimbursement of expenses out of the proceeds of any resulting Recovery; as to any of the Additional Claims., Attorney shall be entitled to receive fees and reimbursement of expenses out of the proceeds of any resulting Recovery.
  - b. With respect to all of the Claims, including the Kaprun claims, and in other matter which becomes one of the Additional Claims, there exists, or there shall a valid and enforceable written fee agreement, and/or Attorney otherwise has a formally

recognized and enforceable right to receive fees and reimbursement of expenses with respect to services relating to each of the Claims in question, as set forth and described attached Exhibit A.

- c. By virtue of the Fee Agreements, a court or administrative order and/or by operation of law, Attorney has, or shall have either a statutory or common-law attorney's lien, charging lien, equitable lien or enforceable pledge ("Attorney's Lien") upon the proceeds received, or to be received by the plaintiffs with as a result of litigation with respect to all of the matters constituting those of the Claims which are, or become the subject of litigation, including the Kaprun claims, which secures payment to Attorney of any legal fees and/or reimbursement of expenses to which Attorney is, or may become entitled.
  - d. All of the Claims are believed to be meritorious and timely, and shall be, or are being prosecuted by Attorney in good faith.
  - e. There is no reason known to Attorney which could affect either the validity or enforceability of any of the fee agreements or the validity, priority or enforceability of Attorney's Lien upon any Recovery with respect any claims identified in this Agreement, except as specifically noted herein.
  - g. Attorney has full power and authority to make and execute this Agreement.
  - h. To Attorney's knowledge and belief, the contents of all exhibits made part hereof, and incorporated herein by reference are true and accurate, and understood and intended by Attorney to be incorporated herein, and made part of this Agreement by reference, and
  - i. Attorney is without access to conventional sources of credit through which he could otherwise obtain the funds necessary to cover office overhead, and the litigation expenses, and costs related to prosecuting the Kaprun claims and other matters successfully, and complete whatever more work remains with respect to the remaining matters referred to above.
5. Impairment of Priority of Security Interest by Pending or Anticipated Litigation.
- a. Except insofar as provided for by orders issued in the matter of Fagan v. Fagan, Docket No. FM-07-179-00 (Superior Court of New Jersey - Chan. Div. Essex

County), as forth and described in Exhibit B, and previously disclosed to LGL, attorney acknowledges that all amounts presently due under the Predecessor Agreements, or which shall hereinafter become due LGL under the terms of this Agreement are, or will be, secured by a security interest in favor of LGL which is, or shall be a first lien position with respect to the proceeds of the Attorney's Portion of any Recovery on any matter which is among the Claims, and such security interest is not, and shall not be in conflict with, or subject to any order issued by the court in any other matter in which Attorney is a party;

- b. Except with respect to the pending divorce matter of Fagan v. Fagan, to the extent LGL has been given full notice thereof as set forth above, Attorney is not aware of any proceeding, including but not limited to any bankruptcy or insolvency proceeding, or proceeding before probate or surrogate court for disposition, or any property, will or intestacy dispute, in progress or in prospect, which could affect the rights or interest of Attorney with respect to any matter among the Claims, or which could affect or defeat the ability to satisfy any amount which may be due, or become due LGL from Attorney's Portion of the proceeds of any Recovery,

6. Acknowledgment of Indebtedness; Liquidated Damages. Attorney acknowledges that

- a. (i) As of May 1, 2002, assuming no further payments to LGL by Attorney, the amount of total outstanding indebtedness of Attorney to LGL shall be \$545,056.78, inclusive of all per diem charges; (ii) until the total amount then due, or as may become due LGL thereafter is paid in full, any and such indebtedness, including all accruing liquidated damages, and any further indebtedness incurred thereafter, is secured by a security interest ("the Security Interest") which, except as provided for in preceding ¶ 5b," is, and shall continue to be a first lien upon the proceeds of Attorney's Portion(s) of the Recoveries with respect to all of the Claims, including any Additional Claims.
- b. The indebtedness which shall outstanding as of May 1, 2002 is correctly determined as follows:
  - i. Meili Fees (per agreement of 03/03/99)

Amount of fee purchased	250,000.00	
Per Diem \$143.33 x 966 days	<u>137,740.13</u>	
Due as of 5/1/02	=	387,740.13
		387,740.13

ii. Predecessor Agreements of 2/17/01 through 8/14/01

Balance remaining as of 10/24/01 (241,355.81 - 200,000)	41,355.81
After courtesy adjustment	40,000.00
Per diem 10/24/01 — 5/1/02*	14,960.00
Balance due as 5/1/02	<u>14,960.00</u>
	54,960.00

\*\$80.00 x 187 days

iii. 2002 Transactions (per agreements of March 21 and April 8, 2002)

<u>Advance Date</u>	<u>Amount</u>	<u>Due Date</u>	<u>Amt. Due</u>	<u>Per Diem</u>
1/1/02	20,000	3/1	24,000	2,440.00 (61 x \$40)
2/1	20,000	4/1	24,000	1,200.00 (30 x \$40)
3/1	25,000	5/1	30,000	—
4/1	25,000	6/1	30,000	—
Due as of 5/1/02				\$101,640.00

c. Per Diem charges, representing liquidated damages for delayed payment shall accrue as follows:

i. Meili Fees \$143.33

ii. Predecessor agreements of 02/17/01 through  
08/14/01 80.00

iii. 2002 transactions (per agreements of 03/21/02  
and 04/08/02)

\$20,000.00 advances 40.00

\$25,000.00 advances 50.00

Per diem charges representing liquidated damages for delayed receipt of payment by LGL shall accrue after the 1<sup>st</sup> day of the second month following receipt by Attorney of funds advanced at the rate of \$40.00 per \$20,000.00 advanced and \$50.00 per \$25,000.00 advanced.

7. Additional Purchases in Kaprun Recovery and in Other Matters. It is agreed that

- a. In addition to Attorney's Portion of Recovery with respect to the Original Claims, or the parts thereof which Attorney has previously sold, assigned and set over to LGL, LGL may upon Attorney's request determine in its sole discretion to purchase additional portions of Attorney's Portion of the Recovery with respect to the Kaprun claims, or with respect to the Additional Claims.
- b. The terms upon which such further purchases shall be made by LGL with respect to either the Kaprun claims or the Additional Claims shall the same terms as purchases were made under the Predecessor Agreements of March 21 and April 8, 2002, as set forth in ¶¶ 6(a)(iii) and 6(b).
- c. In addition to securing all amounts which may be outstanding and due to be paid LGL with respect to Attorney's Portions of the Recoveries relating to the Original Claims, the Security Interest and first lien positions provided for herein shall also secure LGL's receipt of all amounts (including per diem charges) which hereafter become due LGL with respect to the Additional Claims purchased by LGL; LGL shall in addition be assigned the Attorney's Lien and be granted a security interest in, and first lien upon Attorney's Portion of the Recoveries on the Additional Claims, upon terms which are the same as the terms upon the Security Interest was been granted with respect to the Original Claims, as provided for in ¶ 5 above, in order that such security interest shall serve to further secure and collateralize all amounts due LGL with respect to the Original Claims, as well as the Additional Claims.
- d. LGL is hereby authorized, empowered and delegated by Attorney, as Attorney's attorney-in-fact, to amend any filed financing statement in order to implement and perfect all security interest(s) provided for herein and to refer appropriately to this agreement, as may be deemed necessary by LGL, in its sole reasonable judgment, in order to conform same to the terms of this Agreement, and implement its purposes.
- e. Notwithstanding anything to contrary stated or implied herein, LGL retains the unrestricted right to decline to make additional purchases for any reason, or no reason at all, and nothing set forth herein shall be deemed an offer to purchase.

8. Additional Terms Relating to Security and Attorney's Obligations Upon a Recovery.

- a. In addition to the security interests provided for hereunder, LGL shall succeed to, and Attorney assigns and sets over to LGL any security interest or lien intended to protect the payment of the Attorney's Portion upon a Recovery, whether same arises as a matter of law, or exists by reason of any express or implied agreement with Attorney's client, or by virtue of the award or Order of any court or governmental body having jurisdiction with respect to such matter or designated by any court or such body to determine any such award, and regardless of whether same is denominated as an attorney's lien, charging lien, equitable lien, or other common law or special lien.
- b. Attorney shall execute and deliver to LGL all such documents, financing statements, UCC or other forms, or instruments, including any amendment thereof, or consents to orders, as counsel for LGL may reasonably require and LGL may direct for the purpose of effectuating the sales and/or assignments contemplated hereunder, and the continuation or perfection of any security interest identified or provided for herein, or under the Predecessor Agreements, including any instrument related to effectuating any assignment contemplated by the preceding paragraph "a,"

- c. He shall, when reasonably requested by LGL, undertake such actions, including payment of filing, recording and other fees, and/or do or cause to be done such other acts or things as LGL may deem necessary to establish, protect, confirm and continue its rights and interests under this Agreement and the Prior Agreements.
  - d. (i) Attorney shall immediately advise LGL in writing, and provide LGL with a copy of any confirmatory agreement, order, judgment, or other document, upon the right to a Recovery in any matter among either the Original or Additional Claims becoming established or determined, or an event material to the likelihood of a Recovery occurs in any matter which is among the Claims which are then pending, whether same is the result of a settlement, agreement, judgment, order, or otherwise; this shall include the reversal, favorable reconsideration or remand in any matter in which there has been a prior adverse verdict, judgment, or dismissal or the equivalent. (ii) If a Recovery in any such matter which is among the Original or Additional Claims is subsequently achieved, Attorney's Portion of any Recovery resulting therefrom shall be applied to any amount remaining due LGL hereunder, in the manner provided for in succeeding ¶¶ "e" through "g."
  - e. Attorney shall, upon the actual receipt of the proceeds in any form of the Recovery, or any such proceeds becoming subject in any way to his direction and control, immediately advise LGL of same in writing, and by facsimile [fax] transmission and telephone, and all such proceeds shall be directly deposited in Attorney's trust account, or to a separate escrow account established to receive same; Attorney shall thereupon become a trustee for, and escrow agent of, LGL with regard to holding, applying and paying over to LGL the amount due it therefrom in accordance with the terms of this agreement, and/or the Predecessor Agreements.
  - f. In recognition of LGL's first lien position and ownership interest, Attorney agrees and covenants that the full amount due LGL hereunder shall be immediately deducted from Attorney's Portion of any Recovery with respect to either the Original and the Additional Claims, and paid over to LGL before any other obligation which Attorney wishes to pay out of such Attorney's Portion is paid therefrom, except insofar as the amount received may represent payment due unrelated third-parties or attorneys for services provided by them in connection with the litigation of the matter, or may be due others who are the holders of statutory or common law liens upon such Recovery.
  - g. Attorney agrees that he shall, as soon as reasonably possible and without delay, deliver and remit to LGL any amounts due LGL from any Recovery, and, as required, endorse any check representing same to the order of "THE LIONS GROUP, LTD." or its order; if for any reason any such payment cannot be so delivered to LGL, until the delivery of same to LGL can be completed Attorney shall continue to hold said payment in safekeeping as the agent and fiduciary of LGL, as provided for ;
  - h. Attorney hereby acknowledges and agrees that any amount due to be paid LGL under the preceding sub-paragraph "g" shall not be subject to interpleader or assertion by Attorney or any other party of any right or any set-off or defense to the immediate payment of this amount, or any other claim, or assertion which would serve to delay, limit or avoid payment of same.
9. Application of the Proceeds of a Recovery. With respect to the proceeds of Attorney's Portion of any Recovery with respect to both the Original Claims and the Additional Claims, the priority of applying same to obligations which are the subject of this agreement shall be

determined on the basis of seniority, with the most senior obligation being paid first out of Attorney's Portion of any Recovery, *seriatim*, until all such Attorney's Portions have been fully applied to all amounts then due LGL have been paid in full.

10. **No Personal Liability of Attorney** In the event the Recoveries in all matters among the Original and Additional Claims are insufficient to pay any and all amounts which may be due LGL under the within Agreement and/or any balance due under the Predecessor Agreements, and all reasonable avenues of review have been exhausted with respect to all Claims, Attorney shall not be personally liable for any sums due and owing except in the event such insufficiency was caused by Attorney's bad faith or intentional or reckless misconduct, provided that Attorney, in response to LGL's reasonable demand, provides LGL adequate additional collateral to secure the payment of any sums due and owing, plus any liquidated damages which may accrue thereafter. Such additional collateral shall be in the form of an assignment or pledge for the purpose of security of the Attorney's Portion(s) of the anticipated recovery or recoveries in matters other than those which are among either the Original or Additional Claims, unless the parties mutually agree upon an alternative form of security.
11. **Division of Referral Fee.**
  - a. Attorney acknowledges that the ongoing assistance, resources and advice provided to Attorney by Harvey S. Grossman, Esq., the principal of LGL, were instrumental both in Attorney being selected to represent various plaintiffs in connection with the Kaprun claims, and in enabling him to recommend other lawyers to participate in representing various claimants with respect thereto; as a result such other lawyers have agreed that Attorney shall be entitled to receive 10% of the net fees received by them.
  - b. In consideration for the willingness of Harvey S. Grossman, Esq. to continue provide such assistance, and advice to the Attorney, and in further consideration for LGL's agreement to forgive a portion of the accrued liquid damages due it under the Predecessor Agreement, and other good and sufficient consideration, Attorney promises to remit to Harvey S. Grossman one-quarter of all such referral fees relating to the Kaprun claims as he may be paid (i.e., 2.5% of all such fees).
12. **Attorney's Responsibility in the Event of Being Discharged as Counsel in any Matter.** In the event Attorney is discharged by the court or client and new counsel substituted for him, he shall notify LGL immediately and assist LGL in notifying substituted counsel of the existence of the assignment to LGL, and LGL's security position, and in obtaining acknowledgment of same from substituted counsel; Attorney shall not be relieved of any responsibility for repayment until LGL is (i) satisfied that its security interest and lien have been adequately acknowledged by substituted counsel, and are enforceable and binding upon substituted counsel and the client(s), or (ii) LGL has been provided with adequate additional collateral, as provided for in preceding ¶ 10, but (iii) LGL agrees to waive such requirement if it is a reasonable certainty that all amounts due and outstanding are adequately secured by the lien positions it holds which respect to other matters.
13. **Additional Promises and Covenants of Attorney.** Attorney further promises, covenants and agrees that
  - a. He has not, and shall not grant or otherwise cause or suffer the existence of, in any form, and security interest, pledge, encumbrance or assignment of the Lien, other

- than in favor of LGL, or pledge, encumber, assign or convey Attorney's Portion of the Recovery in the Claims other than in favor of LGL;
- b. He has not, and shall not grant or otherwise cause or suffer the existence of any lien or security interest which is superior to or in conflict with any assigned, created or granted interest hereunder, or that Attorney has hereby promised, covenanted and agreed to create or grant hereunder;
  - c. He has not, and shall not cause or suffer any part of the Lien or Attorney's Portion or any interest therein to be subject to any security interest other than in favor of LGL;
  - d. He shall defend the priority of all security interests, assignments and pledges granted or intended to be granted to LGL hereunder against the claims and demands of all persons other than LGL, and hold LGL harmless, and indemnify LGL as to any and all expenses, including legal fees and litigation costs that may incurred in enforcing LGL's rights under this agreement and the Predecessor Agreements, and
  - e. Shall pay all costs, expenses, charges and other obligations, including without limitation, reasonable attorney fees, suffered or incurred by LGL to protect, preserve, maintain and obtain possession of the rights intended to be granted it hereunder, including preserving and maintaining all security interests and liens intended to be granted by this Agreement, and to enforce or assert any one or more of LGL's rights, powers, remedies and defenses under this Agreement.
14. Attorney's Further Representations, Acknowledgments and Warranties. Attorney further represents, warrants, and/or acknowledges that
- a. He is not a minor and has never been judged incompetent, and is otherwise fully competent, as a result of experience and professional training to understand, and does fully understand the understanding of the terms of this Agreement and his obligations hereunder;
  - b. He was advised by LGL of the desirability of securing independent counsel to review on his behalf this agreement and the Predecessor Agreements, and related instruments; (ii) that he has either has sought and obtained the advice of his own independent legal counsel before executing and delivering this Agreement, the Agreements and related instruments, or (iii) if Attorney has not secured independent counsel, it is because, as a licensed attorney, he deems himself fully qualified to undertake such review on his own behalf;
  - c. Based upon his own independent judgment or the advice of counsel of his choice, Attorney believes that the within agreement is valid and permissible under the statutes, common law, and ethics or disciplinary rules of every jurisdiction which might have authority over his conduct with respect to the matters comprising the Claims and, to the extent permitted by applicable law, irrevocably waives the right to assert invalidity or limitation under any such law, or ethics or disciplinary rule, or other rule, requirement or standard relating to his professional conduct as a basis for avoiding or delaying any payment required to be made to LGL hereunder, or for not fulfilling his responsibilities hereunder.
  - d. He is under no contractual or other restriction or obligation which is inconsistent with the execution of this Agreement or his obligations or undertakings hereunder, and

he knows of no basis, including any legal defense, as a result which Agreement may be deemed unenforceable in accordance with its terms;

- e. He has paid all federal, state and local taxes due through and including the date of this agreement, or has made adequate provision for such payment to the extent no obligation relating thereto shall materially affect or impair LGL's security or the payment of any amount due LGL hereunder, or prevent full implementation of the terms of this agreement, and there are no outstanding tax liens or outstanding and unsatisfied judgments against Attorney, or any liens in favor of the Federal government, or any City, County or State for any social service or other benefit received, or for which Attorney is otherwise liable, and/or obligated for repayment which could materially affect or impair LGL's security or the payment of any amount due LGL hereunder, or otherwise prevent full implementation of the terms of this agreement;
- f. He is duly admitted as a member in good standing of the bar, or is admitted or shall be admitted pro hac vice in each jurisdiction in which any matter among the Claims may be pending, and is unaware of any contemplated or pending disqualification application, disciplinary proceeding, or intention of the client to substitute other counsel, as could result in Attorney being removed or disabled from continuing to represent the plaintiff(s) in the prosecution of the Claims, and
- g. All of the information provided by Attorney to LGL is accurate, correct and complete in all respects, and Attorney understands and acknowledges that LGL has relied upon such information provided by him in entering into this Agreement, and will continue to rely upon such information in proceeding to with any transaction with respect to the Additional Claims.

15. Inspection of Books and Records. Attorney shall keep and maintain, at his own expense, complete financial records as to any matter which is among the various claims identified in this agreement; LGL shall have the right to call without notice, at Attorney's place business during normal business hours, in order to inspect the case file and all correspondence, pleadings, books and records relating to any such claim, except as may be subject to Attorney-client privilege.

16. No Control by LGL as to the Handling of Any Matter. LGL shall not have any control over, nor shall LGL consult in any way with Attorney regarding his actual representation of any client(s) with respect to any matter, nor shall LGL take any other action which seeks to affect, or determine the terms of any Fee Agreement or strategy or tactics employed by Attorney, or affect his independence in the representation of any client, or otherwise intrude upon, abridge or impair Attorney-client relationship.

17. Events of Default. Attorney shall be in default under this Agreement if

- a. He fails to observe and timely perform any covenants, conditions or agreements required to be observed or performed by him Attorney under this agreement, makes a material misrepresentation hereunder, or breaches any material promise made hereunder, including any promise to hold for LGL's account, and/or to timely remit all amounts which may be due LGL or Harvey S. Grossman, Esq., or
- b. Any of the information provided to LGL by Attorney is inaccurate, incorrect or incomplete, and Attorney fails, upon becoming aware of same, to promptly take

THE LIONS GROUP, LTD.  
80 MAIN STREET  
WEST ORANGE, NEW JERSEY 07052  
TELEPHONE: (973) 736-5851, 5824  
OUTSIDE OF NJ: (888) 406-2209  
FAX: (973) 325-2589

November 12, 2002

Jay Rice, Esquire  
Nagel, Rice, Dreifuss & Mazie  
301 South Livingston Avenue  
Livingston, New Jersey 07039

Re: In Re: Ski Train Fire/Kaprunk Case

Dear Jay:

On or about June 27, 2002, I mailed a Notice of Assignment of legal fees and costs from Edward Fagan to The Lions Group, Ltd. on the Kaprunk case. The Notice was addressed to the firm and not directly to you. I requested you acknowledge and return same to me. Enclosed is a copy of my letter.

In reviewing my file, I note that I do not have the executed Notice of Assignment and Acknowledgment from you. It would appear that because it was not addressed directly to you that it may not have reached your desk.

Accordingly, enclosed are two copies of same which I ask you to execute and return to my office in the enclosed envelope. Please place a copy in the file and note that you should contact me at the time of disbursement so that I can provide a payoff for Ed's portion in order that a check is issued to The Lions Group, Ltd.

I am by copy of this letter to Bob Swift placing him on notice of this lien so that in the event disbursement is made through his firm that he proceed in accordance with the above and disburse funds in satisfaction of any outstanding lien to The Lions Group, Ltd.

Very truly yours,



Harvey S. Grossman

HSG/dgf  
Enclosures

Certified Mail No. 7002 0460 0003 0219 4808

cc: Robert A. Swift, Esquire, Certified Mail No. 7002 0460 0003 0219 4815  
Edward Fagan, Esquire

U.S. Postal Service <b>CERTIFIED MAIL RECEIPT</b> (Domestic Mail Only; No Insurance Coverage Provided)											
<b>4808</b>											
<b>6120</b>											
<b>E0000</b>											
Street, Apt. No., or PO Box No.	City, State, ZIP+4										
PS Form 3800, January 2001											
See Reverse for Instructions											
<table border="1"> <tr> <td>Postage</td> <td>\$</td> </tr> <tr> <td>Certified Fee (Endorsement Required)</td> <td></td> </tr> <tr> <td>Recorded Delivery Fee (Entertainment Required)</td> <td></td> </tr> <tr> <td>Postage &amp; Fees</td> <td>\$</td> </tr> <tr> <td colspan="2">0</td> </tr> </table>		Postage	\$	Certified Fee (Endorsement Required)		Recorded Delivery Fee (Entertainment Required)		Postage & Fees	\$	0	
Postage	\$										
Certified Fee (Endorsement Required)											
Recorded Delivery Fee (Entertainment Required)											
Postage & Fees	\$										
0											
Postmark Here											

**SENDER: COMPLETE THIS SECTION**

- Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.
- Print your name and address on the reverse so that we can return the card to you.
- Attach this card to the back of the mailpiece, or on the front if space permits.

1. Article Addressed to:

*Joyce, Lee, Duffuss, Maggie  
301 S. Livingston Ave.  
Livingston, NJ 07039*

**COMPLETE THIS SECTION ON DELIVERY**

A. Signature	<i>X</i>	<input checked="" type="checkbox"/> Agent	<input type="checkbox"/> Addressee
B. Received by (Printed Name)	<i>Lee / Duffuss</i>	C. Date of Delivery	<i>11-13</i>
D. Is delivery address different from item 1?		<input type="checkbox"/> Yes	<input type="checkbox"/> No
If YES, enter delivery address below:			
4. Restricted Delivery? (Extra Fee)		<input type="checkbox"/> Yes	
3. Service Type	<input checked="" type="checkbox"/> Certified Mail <input type="checkbox"/> Express Mail <input type="checkbox"/> Registered <input type="checkbox"/> Return Receipt for Merchandise <input type="checkbox"/> Insured Mail <input type="checkbox"/> C.O.D.		

2. Article Number  
(Transfer from service label)
- 7002 0460 0003 0219 4808**

PS Form 3811, August 2001

Domestic Return Receipt

102595-02-M-0835

U.S. Postal Service  
**CERTIFIED MAIL RECEIPT**  
(Domestic Mail Only; No Insurance Coverage Provided)

4815 0003 0219 0460 7002

Postage	\$
Certified Fee	
Return Receipt Fee (Endorsement Required)	
Restricted Delivery Fee (Endorsement Required)	
Total Postage & Fees	\$

Postmark  
Here

**Sent To**

Street, Apt. No.;  
or PO Box No.

City, State, ZIP+4

PS Form 3800, January 2001      See Reverse for Instructions

**SENDER: COMPLETE THIS SECTION**

- Complete items 1, 2, and 3. Also complete Item 4 if Restricted Delivery is desired.
- Print your name and address on the reverse so that we can return the card to you.
- Attach this card to the back of the mailpiece, or on the front if space permits.

## 1. Article Addressed to:

Robert Swift, Esq.  
Kohn, Swift & Graff  
One S. Broad St.  
Suite 2100  
Philadelphia, PA 19107-3389

**COMPLETE THIS SECTION ON DELIVERY**

## A. Signature

 Agent  
 Addressee

## B. Received by (Printed Name)

## C. Date of Delivery

D. Is delivery address different from item 1?  Yes  
If YES, enter delivery address below:  No

PA 19107-3389

## 3. Service Type

- |  |   |
|--|---|
| <input checked="" type="checkbox"/> Certified Mail | <input type="checkbox"/> Express Mail                   |
| <input type="checkbox"/> Registered                | <input type="checkbox"/> Return Receipt for Merchandise |
| <input type="checkbox"/> Insured Mail              | <input type="checkbox"/> C.O.D.                         |

4. Restricted Delivery? (Extra Fee)  Yes

## 2. Article Number

(Transfer from service label)

7002 0460 0003 0219 4815

PS Form 3811, August 2001

Domestic Return Receipt

102595-02-M-0835

THE LIONS GROUP, LTD.  
80 MAIN STREET  
WEST ORANGE, NEW JERSEY 07052  
TELEPHONE: (973) 736-5851, 5824  
OUTSIDE OF NJ: (888) 406-2209  
FAX: (973) 325-2589

June 27, 2002

Nagel, Rice, Dreifuss & Mazie  
301 South Livingston Avenue  
Livingston, New Jersey 07039

Re: In Re: Ski Train Fire, Kaprun, Austria

Dear Sirs:

With reference to the above matters, enclosed please find an original and copy of a Notice of Assignment from Edward Fagan, Esquire to The Lions Group, Ltd.

Kindly complete the Acknowledgment on the second page of the original and return same to my office in the enclosed envelope.

Thank you for your prompt attention to this matter.

Very truly yours,

Harvey S. Grossman

HSG/dfg  
Enclosures

**NOTICE OF ASSIGNMENT**

TO: **Nagel, Rice, Dreifuss & Mazie**  
**301 South Livingston Avenue**  
**Livingston, NJ 07039**

**RE: In Re: Ski Train Fire, Kaprun,  
Austria, et als. and Related Cases  
MDL Docket No. 1428 (S.D.N.Y.), etc.**

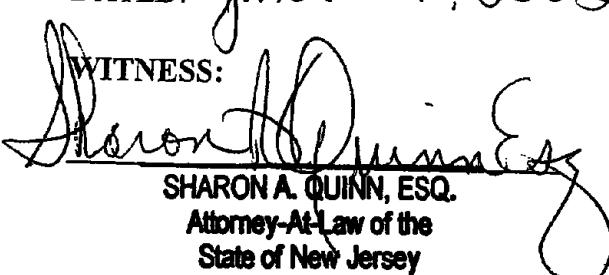
You are hereby notified that commencing March 3, 1999, Attorney, **EDWARD FAGAN, ESQUIRE**, individually and d/b/a **Fagan & Associates**, ("Assignor"), whose address is **301 South Livingston Avenue, Suite 100, Livingston, NJ, 07039**, has entered into a series of transactions in which he has granted a first lien and assignment to the undersigned, **THE LIONS GROUP, LTD.**, ("Assignee"), a portion of Assignor's right, title and interest in the legal fees and costs due on the claim(s) herein between Assignor and Assignee. You are hereby instructed to disburse to The Lions Group, Ltd. all sums due and owing to **The Lions Group, Ltd.** in satisfaction of the claim(s) prior to disbursement to the undersigned.

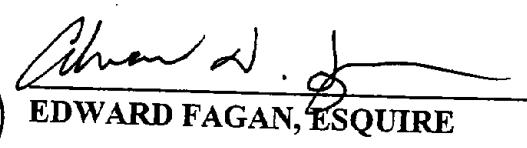
**CERTIFICATION OF ASSIGNOR**

I do hereby certify that the foregoing statements made by me are true. I am aware that if any of the foregoing statements made by me are wilfully false, I am subject to punishment.

DATED: *June 24, 2002*

WITNESS:

  
**SHARON A. QUINN, ESQ.**  
**Attorney-At-Law of the**  
**State of New Jersey**

  
**EDWARD FAGAN, ESQUIRE**

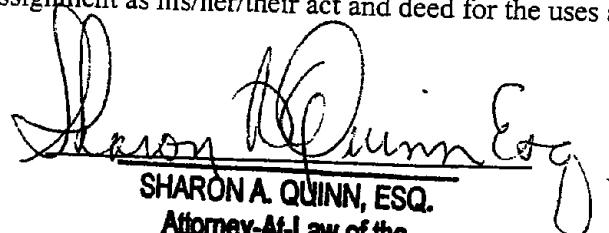
STATE OF NEW JERSEY

SS:

COUNTY OF ESSEX

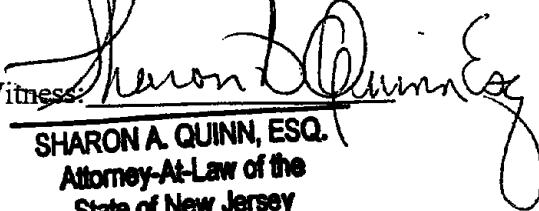
*June 24, 2002*

BE IT REMEMBERED that on ~~May 29, 2002~~, before me personally appeared **EDWARD FAGAN**, Assignor herein, who I am satisfied is/are authorized to execute the Notice of Assignment and who executed the Notice of Assignment and acknowledged on the Notice of Assignment that he/she/they signed, sealed and delivered the Notice of Assignment as his/her/their act and deed for the uses and purposes expressed therein.

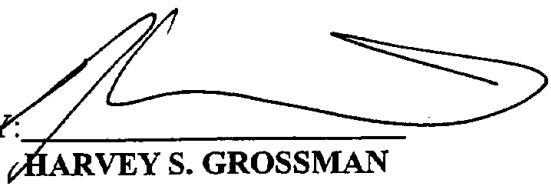
  
**SHARON A. QUINN, ESQ.**  
**Attorney-At-Law of the**  
**State of New Jersey**

ASSIGNEE: THE LIONS GROUP, LTD.

Witness:

  
SHARON A. QUINN, ESQ.  
Attorney-At-Law of the  
State of New Jersey

BY:

  
HARVEY S. GROSSMAN  
President

PLEASE MAKE DRAFT PAYABLE TO: THE LIONS GROUP, LTD.

80 MAIN STREET  
WEST ORANGE, NJ 07052  
TAX ID. NO. 22-3335752

**ACKNOWLEDGMENT**

I hereby certify that I am a partner and/or employee/agent of the above-noted authorized to acknowledge and accept the above-noted Assignment and that by my signature below I hereby do so.

Dated: \_\_\_\_\_

BY: \_\_\_\_\_

Address: \_\_\_\_\_

## **EXHIBIT 6**

**CONTRACT BETWEEN THE LIONS  
GROUP, LTD. AND EDWARD D. FAGAN  
DATED 05/29/2002**

**AGREEMENT**

The Lions Group, Ltd., (hereinafter "LGL") has advanced the total sum of \$20,000.00 to Edward Fagan, Esquire during the month of May, 2002, as follows:

\$ 5,000.00 on May 6, 2002

\$ 5,000.00 on May 16, 2002

\$10,000.00 on May 29, 2002

The parties reaffirm and agree and incorporate by reference all terms and conditions of their agreement dated April 26, 2002 and all per diem computations continue as set forth therein. Per diem charges at the rate of \$40.00 shall commence on July 1, 2002 on the advances in the total amount of \$20,000.00 during the month of May, 2002.

The indebtedness set forth in Paragraph 6 of the Agreements dated April 26, 2002 and May 5, 2002 computed through June 1, 2002 is as follows:

**Meili Fees (per agreement of 03/03/1999)**

Amount of fee purchased	250,000.00
Per diem \$143.33 x 996	<u>142,756.68</u>
Due as of 06/01/2002	392,756.68

**Predecessor Agreements of 02/01/2001 through 08/04/2001**

Balance remaining 10/24/2001	
(241,355.81 - 200,000.00)	41,355.81
After courtesy adjustment	40,000.00
Per diem 10/24/01 - 06/01/02*	40,000.00
*(217 days x. \$80.00)	<u>17,360.00</u>
Balance due, 06/01/2002	57,360.00

**2002 Transactions (per agreements 03/21 and 04/08/2002)**

<u>Advance Date</u>	<u>Amount</u>	<u>Due Date</u>	<u>Amount Due</u>	<u>Per Diem</u>	<u>Total Due</u>
01/01/02	20,000.00	03/01/02	24,000.00	3,640.00 *	
				*(40.00 x 91 days)	27,640.00
02/01/02	20,000.00	04/01/02	24,000.00	2,400.00*	

5/29/07

\*(40.00 x 60 days) 26,400.00

<u>Advance Date</u>	<u>Amount</u>	<u>Due Date</u>	<u>Amount Due</u>	<u>Per Diem</u>	<u>Total Due</u>
03/01/02	25,000.00	05/01/02	30,000.00	1,500.00* *(50.00 x. 30 days)	31,500.00
04/01/02	25,000.00	06/01/02	30,000.00	50.00	
05/01/02	20,000.00	07/01/02	24,000.00	40.00	
Total due as of 06/01/2002:					115,540.00
Recapitulation as of 06/01/2002:					392,756.68 57,360.00 <u>115,540.00</u> <b>565,656.68</b>

I certify that I have reviewed the computations and totals set forth herein and agree with and approve same.

Dated: May 29, 2002

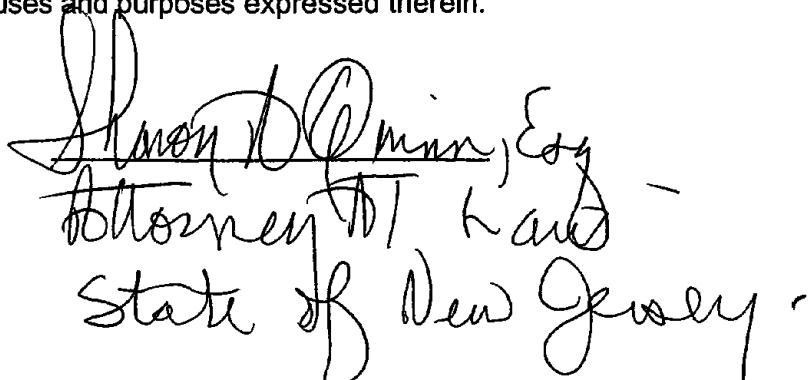
WITNESS:

  
EDWARD FAGAN, ESQUIRE

  
THE LIONS GROUP, LTD.  
BY: HARVEY S. GROSSMAN

  
State of New Jersey :  
County of Essex : SS.

Be it remembered that on **May 29, 2002**, before me personally appeared **EDWARD FAGAN** and **HARVEY S. GROSSMAN**, who I am satisfied signed, sealed and delivered the within Agreement as their act and deed for the uses and purposes expressed therein.

  
Attorney at Law  
State of New Jersey

## **EXHIBIT 7**

**CONTRACT BETWEEN THE LIONS  
GROUP, LTD. AND EDWARD D. FAGAN  
DATED 06/14/2002**

**AGREEMENT**

The Lions Group, Ltd., (hereinafter "LGL") has advanced the total sum of \$5,000.00 to Edward Fagan, Esquire and will advance an additional \$5,000.00 during the month of June, 2002.

The parties reaffirm and agree and incorporate by reference all terms and conditions of their agreements dated April 26, 2002 and May 5, 2002 and all per diem computations continue as set forth therein. Per diem charges at the rate of \$20.00 shall commence on August 1, 2002 on the advances in the total amount of \$10,000.00 during the month of June, 2002.

The indebtedness set forth in Paragraph 6 of the Agreements dated April 26, 2002 and May 5, 2002 computed through June 1, 2002 is as follows:

**Meili Fees (per agreement of 03/03/1999)**

Amount of fee purchased	250,000.00
Per diem \$143.33 x 1011 days	<u>144,906.63</u>
Due as of 06/16/2002	394,906.63

**Predecessor Agreements of 02/01/2001 through 08/04/2001**

Balance remaining 10/24/2001	
(241,355.81 - 200,000.00)	41,355.81
After courtesy adjustment	40,000.00
Per diem 10/24/01 - 06/16/02	40,000.00
*(232 days x \$80.00)	<u>18,560.00</u>
Balance due, 06/01/2002	58,560.00

**2002 Transactions (per agreements 03/21 and 04/08/2002)**

<u>Advance Date</u>	<u>Amount</u>	<u>Due Date</u>	<u>Amount Due</u>	<u>Per Diem</u>	<u>Total Due</u>
01/01/02	20,000.00	03/01/02	24,000.00	4,240.00 * *(40.00 x 106 days, 03/01/02-6/16/02)	28,240.00
02/01/02	20,000.00	04/01/02	24,000.00	3,000.00* *(40.00 x 75 days, 04/01/02-6/16/02)	29,400.00

6/14/02

<u>Advance Date</u>	<u>Amount</u>	<u>Due Date</u>	<u>Amount Due</u>	<u>Per Diem</u>	<u>Total Due</u>
03/01/02	25,000.00	05/01/02	30,000.00	2,400.00* *(50.00 x 48 days, 05/01/02-06/16/02)	32,400.00
04/01/02	25,000.00	06/01/02	30,000.00	750.00* *(50.00 x 15 days, (06/01/02-06/16/02))	30,750.00
05/01/02	20,000.00	07/01/02	24,000.00	40.00	20,000.00
06/01/02	10,000.00	08/01/02	12,000.00	20.00	10,000.00
Total due as of 06/16/2002:					150,790.00
Recapitulation as of 06/01/2002:					394,906.63 58,560.00 <u>150,790.00</u> <u>604,256.63</u>

I certify that I have reviewed the computations and totals set forth herein and agree with and approve same.

Dated: June 14, 2002

WITNESS:



EDWARD FAGAN, ESQUIRE



THE LIONS GROUP, LTD.  
BY: HARVEY S. GROSSMAN

State of New Jersey :  
County of Essex : SS.

Be it remembered that on June 14, 2002, before me personally appeared EDWARD FAGAN and HARVEY S. GROSSMAN, who I am satisfied signed, sealed and delivered the within Agreement as their act and deed for the uses and purposes expressed therein.



CHRISTINA T. CONNOLLY  
A Notary Public Of New Jersey  
My Commission Expires April 5, 2005

## **EXHIBIT 8**

**CONTRACT BETWEEN THE LIONS  
GROUP, LTD. AND EDWARD D. FAGAN  
DATED 07/15/2002**

**AGREEMENT**

The Lions Group, Ltd., (hereinafter "LGL") has advanced the total sum of \$5,000.00 to Edward Fagan, Esquire and will advance an additional \$5,000.00 during the month of July, 2002.

The parties reaffirm and agree and incorporate by reference all terms and conditions of their agreements dated April 26, 2002, May 5, 2002 and June 16, 2002, and all per diem computations continue as set forth therein. Per diem charges at the rate of \$20.00 shall commence on September 1, 2002 on the advances in the total amount of \$10,000.00 during the month of July, 2002.

The parties agree that the indebtedness set forth in Paragraph 6 of the Agreements dated April 26, 2002, May 5, 2002, June 16, 2000 and July 15, 2002, is as follows:

**Meili Fees (per agreement of 03/03/1999)**

Amount of fee purchased	250,000.00
Per diem \$143.33 x 1056 days	<u>151,356.48</u>
Due as of 08/01/2002	401,356.48

**Predecessor Agreements of 02/01/2001 through 08/04/2001**

Balance remaining 10/24/2001	
(241,355.81 - 200,000.00)	41,355.81
After courtesy adjustment	40,000.00
Per diem 10/24/01 - 08/01/02	40,000.00
*(277 days x \$80.00)	<u>22,160.00</u>
Balance due, 08/01/2002	62,160.00

**2002 Transactions (per agreements 03/21 and 04/08/2002)**

<u>Advance Date</u>	<u>Amount</u>	<u>Due Date</u>	<u>Amount Due</u>	<u>Per Diem</u>	<u>Total Due</u>
01/01/02	20,000.00	03/01/02	24,000.00	4,840.00 *	
				*(40.00 x 121 days, 03/01/02-8/01/02)	28,840.00
02/01/02	20,000.00	04/01/02	24,000.00	3,600.00*	
				*(40.00 x 90 days, 04/01/02-08/01/02)	27,600.00

7/18/02

<u>Advance Date</u>	<u>Amount</u>	<u>Due Date</u>	<u>Amount Due</u>	<u>Per Diem</u>	<u>Total Due</u>
03/01/02	25,000.00	05/01/02	30,000.00	4,650.00* *(50.00 x 93 days, 05/01/02-08/01/02)	34,650.00
04/01/02	25,000.00	06/01/02	30,000.00	3,050.00 * *(50.00 x 61 days, 06/01/02-08/01/02)	33,050.00
05/01/02	20,000.00	07/01/02	24,000.00	1,240.00* *(40.00 x 31 days.) 07/01/02 to 08/01/02	21,240.00
06/01/02	10,000.00	08/01/02	12,000.00	20.00	12,000.00
07/01/02	10,000.00	09/01/02	12,000.00	20.00	12,000.00
Recapitulation as of 07/15/2002:					401,356.48 62,160.00 <u>169,380.00</u> <b>632,896.48</b>

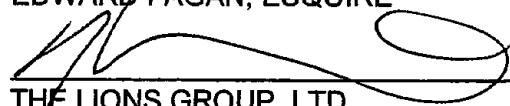
I certify that I have reviewed the computations and totals set forth herein and agree with and approve same.

Dated: July 15, 2002

WITNESS:


State of New Jersey : :  
County of Essex : : SS.

  
EDWARD FAGAN, ESQUIRE  
  
THE LIONS GROUP, LTD.  
BY: HARVEY S. GROSSMAN

Be it remembered that on July 15, 2002, before me personally appeared EDWARD FAGAN and HARVEY S. GROSSMAN, who I am satisfied signed, sealed and delivered the within Agreement as their act and deed for the uses and purposes expressed therein.

  
E.P. CAREY  
NOTARY PUBLIC  
NEW JERSEY  
STATE OF NEW JERSEY  
CERTIFIED COPY

## **EXHIBIT 9**

**CONTRACT BETWEEN THE LIONS  
GROUP, LTD. AND EDWARD D. FAGAN  
DATED 08/12/2002**

**AGREEMENT**

The Lions Group, Ltd., (hereinafter "LGL") herewith advances the sum of \$5,000.00 to Edward Fagan, Esquire and will advance an additional \$5,000.00 during the month of August, 2002.

The parties reaffirm and agree and incorporate by reference all terms and conditions of their agreements dated April 26, 2002, May 5, 2002, June 16, 2002 and July 15, 2002, and all per diem computations continue as set forth therein. Per diem charges at the rate of \$20.00 shall commence on October 1, 2002 on the advances in the total amount of \$10,000.00 during the month of August, 2002.

The parties agree that the indebtedness as of September 1, 2002 is **\$660,936.48** set forth in the within Agreement and shall supersede any prior accounting of all charges, as follows:

**Meili Fees (per agreement of 03/03/1999)**

Amount of fee purchased	250,000.00
Per diem \$143.33 x 1056 days	<u>151,356.48</u>
Due as of 09/01/2002	401,356.48

**Predecessor Agreements of 02/01/2001 through 08/04/2001**

Balance remaining 10/24/2001	
(241,355.81 - 200,000.00)	41,355.81
After courtesy adjustment	40,000.00
Per diem 10/24/01 - 09/01/02	40,000.00
*(307 days x \$80.00)	<u>24,560.00</u>
Balance due, 09/01/2002	64,560.00

**2002 Transactions (per agreements 03/21 and 04/08/2002)**

<u>Advance Date</u>	<u>Amount</u>	<u>Due Date</u>	<u>Amount Due</u>	<u>Per Diem</u>	<u>Total Due</u>
01/01/02	20,000.00	03/01/02	24,000.00	7,240.00 **(40.00 x 181 days, 03/01/02-9/01/02)	31,240.00
02/01/02	20,000.00	04/01/02	24,000.00	6,120.00* *(40.00 x 153 days, 04/01/02-09/01/02)	30,120.00

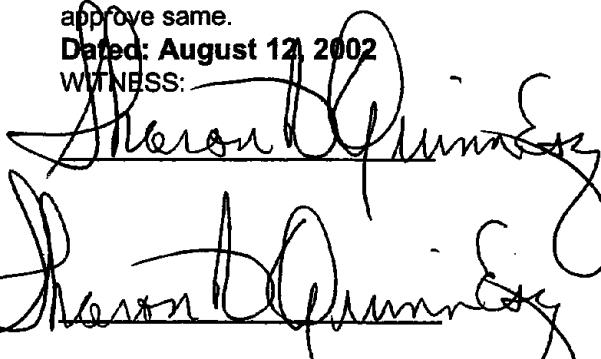
8/1/02/02

<u>Advance Date</u>	<u>Amount</u>	<u>Due Date</u>	<u>Amount Due</u>	<u>Per Diem</u>	<u>Total Due</u>
03/01/02	25,000.00	05/01/02	30,000.00	6,050.00* *(50.00 x 121 days, 05/01/02-09/01/02)	36,050.00
04/01/02	25,000.00	06/01/02	30,000.00	4,550.00 * *(50.00 x 91 days, 06/01/02-09/01/02)	34,550.00
05/01/02	20,000.00	07/01/02	24,000.00	2,440.00* *(40.00 x 61 days, 07/01/02 to 09/01/02)	26,440.00
06/01/02	10,000.00	08/01/02	12,000.00	620.00* *(20.00 x 31 days, 8/01/02 to 09/01/02)	12,620.00
07/01/02	10,000.00	09/01/02	12,000.00	20.00	12,000.00
08/01/02	10,000.00	10/01/02	12,000.00	20.00	12,000.00
Recapitulation as of 09/01/2002:					401,356.48 64,560.00 <u>195,020.00</u> <b>660,936.48</b>

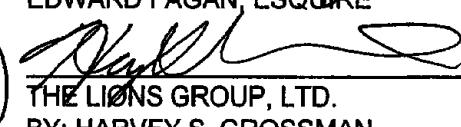
I certify that I have reviewed the computations and totals set forth herein and agree with and approve same.

Dated: August 12, 2002

WITNESS:



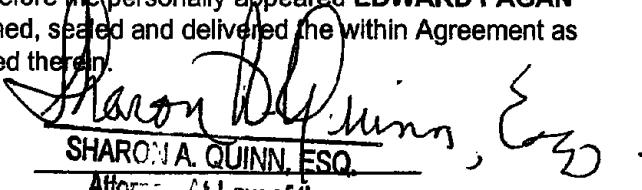
EDWARD FAGAN, ESQUIRE



THE LIONS GROUP, LTD.  
BY: HARVEY S. GROSSMAN

State of New Jersey :  
County of Essex : SS.

Be it remembered that on August 12, 2002, before me personally appeared EDWARD FAGAN and HARVEY S. GROSSMAN, who I am satisfied signed, sealed and delivered the within Agreement as their act and deed for the uses and purposes expressed therein.



SHARON A. QUINN, ESQ.  
Attorney At Law of the  
State of New Jersey

## EXHIBIT 10

CONTRACT BETWEEN THE LIONS  
GROUP, LTD. AND EDWARD D. FAGAN  
DATED 09/07/2002

**AGREEMENT**

The Lions Group, Ltd., (hereinafter "LGL") herewith advances the sum of \$5,000.00 to Edward Fagan, Esquire and has advanced the sum of \$5,000.00 during the month of September, 2002.

The parties reaffirm and agree and incorporate by reference all terms and conditions of their agreements dated April 26, 2002, May 5, 2002, June 16, 2002, July 15, 2002 and August 12, 2002, and all per diem computations continue as set forth therein. Per diem charges at the rate of \$20.00 shall commence on November 1, 2002 on the advances in the total amount of \$10,000.00 during the month of September, 2002.

The parties agree that the indebtedness as of October 1, 2002 is **\$687,173.05** set forth in the within Agreement and shall supersede any prior accounting of all charges, as follows:

**Meili Fees (per agreement of 03/03/1999)**

Amount of fee purchased	250,000.00
Per diem \$143.33 x 1085 days	<u>155,513.05</u>
Due as of 10/01/2002	405,513.05

**Predecessor Agreements of 02/01/2001 through 08/04/2001**

Balance remaining 10/24/2001*	
(241,355.81 - 200,000.00)	41,355.81
After courtesy adjustment	40,000.00
Per diem 10/24/01 - 10/01/02	40,000.00
*(336 days x \$80.00)	<u>26,880.00</u>
Balance due, 10/01/2002	66,880.00

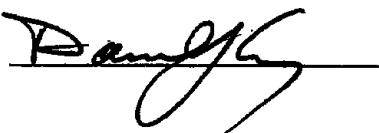
**2002 Transactions (per agreements 03/21 and 04/08/2002)**

<u>Advance Date</u>	<u>Amount</u>	<u>Due Date</u>	<u>Amount Due</u>	<u>Per Diem</u>	<u>Total Due</u>
01/01/02	20,000.00	03/01/02	24,000.00	7,240.00 *	
				*(40.00 x 210 days, 03/01/02-10/01/02)	32,400.00
02/01/02	20,000.00	04/01/02	24,000.00	6,120.00*	
				*(40.00 x 182 days, 04/01/02-10/01/02)	31,280.00

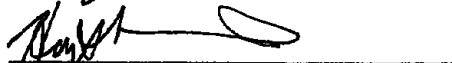
<u>Advance Date</u>	<u>Amount</u>	<u>Due Date</u>	<u>Amount Due</u>	<u>Per Diem</u>	<u>Total Due</u>
03/01/02	25,000.00	05/01/02	30,000.00	6,050.00* *(50.00 x 150 days, 05/01/02-10/01/02)	37,500.00
04/01/02	25,000.00	06/01/02	30,000.00	6,100.00 * *(50.00 x 122 days, 06/01/02-10/01/02)	36,100.00
05/01/02	20,000.00	07/01/02	24,000.00	3,680.00* *(40.00 x 92 days,) 07/01/02 to 10/01/02	27,680.00
06/01/02	10,000.00	08/01/02	12,000.00	1,220.00* *(20.00 x 61 days, 8/01/02 to 10/01/02)	13,220.00
07/01/02	10,000.00	09/01/02	12,000.00	600.00* *(20.00 x 30 days, 08/01/02 to 10/01/02)	12,600.00
08/01/02	10,000.00	10/01/02	12,000.00	20.00	12,000.00
09/01/02	10,000.00	11/01/02	12,000.00	20.00	12,000.00
Recapitulation as of 10/01/2002:					405,513.05 66,880.00 <u>214,780.00</u> <u>687,173.05</u>

I certify that I have reviewed the computations and totals set forth herein and agree with and approve same.

WITNESS:

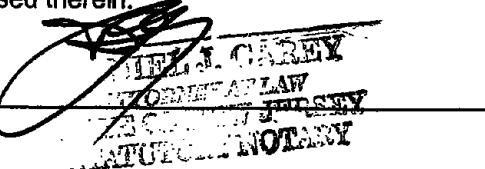


EDWARD FAGAN, ESQUIRE

  
THE LIONS GROUP, LTD.  
BY: HARVEY S. GROSSMAN  
State of New Jersey  
County of Essex

: SS.

Be it remembered that on September 7, 2002, before me personally appeared EDWARD FAGAN and HARVEY S. GROSSMAN, who I am satisfied signed, sealed and delivered the within Agreement as their act and deed for the uses and purposes expressed therein.

  
MICHAEL J. CAREY  
ATTORNEY AT LAW  
NEWARK, NEW JERSEY  
NOTARY PUBLIC

## **EXHIBIT 11**

**CONTRACT BETWEEN THE LIONS  
GROUP, LTD. AND EDWARD D. FAGAN  
DATED 11/07/2002**

**AGREEMENT**

The Lions Group, Ltd., (hereinafter "LGL") herewith advances the sum of \$5,000.00 to Edward Fagan, Esquire during the month of November, 2002.

The parties reaffirm and agree and incorporate by reference all terms and conditions of their agreements dated April 26, 2002, May 5, 2002, June 16, 2002, July 15, 2002 and August 12, 2002, and September, 2002 and all per diem computations continue as set forth therein. Per diem charges at the rate of \$10.00 shall commence on January 1, 2003 on the advance during the month of November, 2002.

The parties agree that the indebtedness as of November 15, 2002 is **\$716,039.57** set forth in the within Agreement and shall supersede any prior accounting of all charges, as follows:

**A. MEILI FEES (PER AGREEMENT OF 03/03/1999)**

Amount of fee purchased	250,000.00
Per diem \$143.33 x 1129 days	<u>161,819.57</u>
Due as of 11/15/2002	<b>411,819.57</b>

**B. PREDECESSOR AGREEMENTS OF 02/01/2001 THROUGH 08/04/2001**

Balance remaining 10/24/2001*	
(241,355.81 - 200,000.00)	41,355.81
After courtesy adjustment	40,000.00
Per diem 10/24/01 - 10/01/02	40,000.00
*(380 days x \$80.00)	<u>30,400.00</u>
Balance due, 11/15/2002	<b>70,400.00</b>

**C. 2002 TRANSACTIONS**

	<u>Advance Date</u>	<u>Amount</u>	<u>Due Date</u>	<u>Amount Due</u>	<u>Per Diem</u>	<u>Total Due</u>
1.	01/01/02	20,000.00	03/01/02	24,000.00	7,240.00 * *(40.00 x 254 days, 03/01/02-11/15/02)	34,160.00
2.	02/01/02	20,000.00	04/01/02	24,000.00	6,120.00* *(40.00 x 226 days, 04/01/02-11/15/02)	33,040.00
3.	03/01/02	25,000.00	05/01/02	30,000.00	9,700.00* *(50.00 x 194 days, 05/01/02-11/15/02)	39,700.00
4.	04/01/02	25,000.00	06/01/02	30,000.00	8,300.00 * *(50.00 x 166 days, 06/01/02-11/15/02)	38,300.00
5.	05/01/02	20,000.00	07/01/02	24,000.00	5,440.00 *(40.00 x 136 days,) 07/01/02 to 11/15/02)	29,440.00
6.	06/01/02	10,000.00	08/01/02	12,000.00	2,100.00* *(20.00 x 105 days, 8/01/02 to 11/15/02)	14,100.00
7.	07/01/02	10,000.00	09/01/02	12,000.00	1,480.00* *(20.00 x 74 days, 08/01/02 to 11/15/02)	13,480.00
8.	08/01/02	10,000.00	10/01/02	12,000.00	880.00* *(20.00 x 44 days, 10/01/02 to 11/15/02)	12,880.00
9.	09/01/02	10,000.00	11/01/02	12,000.00	280.00* *(20.00 x 14 days, 11/01/02 to 11/15/02)	12,280.00
10.	11/01/02	5,000.00	01/01/03	6,000.00	10.00	6,000.00
<b><u>TOTAL 2002 TRANSACTIONS:</u></b>						<b>233,820.00</b>

Recapitulation as of 11/15/02 :

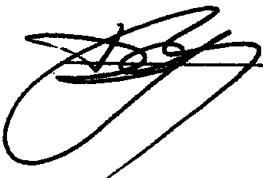
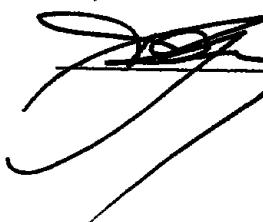
A. <u>Meili</u>	411,819.57
B. <u>Predessor Agreements</u>	70,400.00
C. <u>2002 Transactions</u>	233,820.00

**TOTAL DUE ON ALL ADVANCES AS OF 11/15/02** **716,039.57**

I certify that I have reviewed the computations and totals set forth herein and agree with and approve same.

Dated: November 7, 2002

WITNESS:

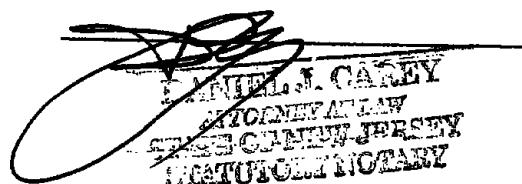
  


EDWARD FAGAN, ESQUIRE

  
THE LIONS GROUP, LTD.  
BY: HARVEY S. GROSSMAN

State of New Jersey :  
County of Essex : SS.

Be it remembered that on November 7, 2002, before me personally appeared EDWARD FAGAN and HARVEY S. GROSSMAN, who I am satisfied signed, sealed and delivered the within Agreement as their act and deed for the uses and purposes expressed therein.

  
DANIEL J. CAREY  
ATTORNEY AT LAW  
SPRINGFIELD, NEW JERSEY  
NOTARIAL NOTARY

## **EXHIBIT 12**

**CONTRACT BETWEEN THE LIONS  
GROUP, LTD. AND EDWARD D. FAGAN  
DATED 06/06/2003**

AGREEMENT

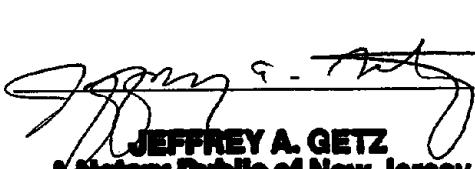
The Lions Group, Ltd., (hereinafter "LGL") herewith advances the sum of \$5,000.00 to Edward Fagan, Esquire, during the month of June, 2003.

The parties reaffirm and agree and incorporate by reference all terms and conditions of their agreements dated April 26, 2002, May 5, 2002, June 16, 2002, July 15, 2002, August 12, 2002, September, 2002 and November, 2002, and all per diem computations continue as set forth therein.

Per diem charges at the rate of \$10.00 shall commence on August 6, 2003 on the advance being made herein.

**DATED: June 6, 2003**

**WITNESS:**

  
JEFFREY A. GETZ  
A Notary Public of New Jersey  
My Commission Expires  
on March 4, 2008

  
EDWARD D. FAGAN, ESQUIRE

  
THE LIONS GROUP, LTD.  
BY: HARVEY S. GROSSMAN,  
PRESIDENT

## **EXHIBIT 13**

**CONTRACT BETWEEN THE LIONS  
GROUP, LTD. AND EDWARD D. FAGAN  
DATED 09/28/2004**

**AGREEMENT**

The Lions Group, Ltd. advances the sum of \$15,000.00 to **Edward Fagan, Esquire**, in accordance with all of the terms and conditions set forth in the Agreements dated **April 20, 2002 and subsequent thereto**. In consideration for same, in addition to all sums due and owing, **Edward Fagan, Esquire** agrees to repay the sum of \$19,200.00 on receipt of settlement funds arising from litigation in which he represents Christoph Meili.

Dated: September 28, 2004

**WITNESS:**

  
EDWARD FAGAN, ESQUIRE

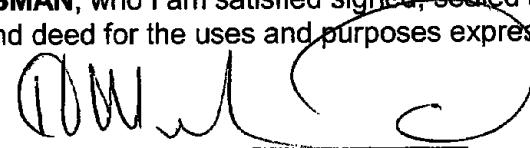


  
THE LIONS GROUP, LTD.  
HARVEY S. GROSSMAN



State of New Jersey :  
County of Essex : SS.

Be it remembered that on **September 28, 2004**, before me personally appeared **EDWARD FAGAN** and **HARVEY S. GROSSMAN**, who I am satisfied signed, sealed and delivered the within Agreement as his act and deed for the uses and purposes expressed therein.



My commission expires on:

HAFEZA MOHAMMED  
A NOTARY PUBLIC OF NEW JERSEY  
MY COMMISSION EXPIRES DEC. 1, 2006

## **EXHIBIT 14**

### **SCHEDULE OF AMOUNTS DUE TO LIONS GROUP, LTD. FROM EDWARD D. FAGAN THROUGH 02/23/2007**

FAGAN TO LGL

A. Meili Fees (per agreement of 03/03/1999)

Amount of fee purchased	250,000.00
Per diem \$143.33 x 1129 days	<u>161,819.57</u>
Due as of 11/15/2002	411,819.57
Due 11/16/2002 to 02/23/2007, Per diem \$80.00 x 1570 days	<u>125,600.00</u> <b>537,419.57</b>

B. Predecessor Agreements of 02/01/2001 through 08/04/2001

Balance remaining 10/24/2001*	
(241,355.81 - 200,000.00)	41,355.81
After courtesy adjustment	40,000.00
Per diem 10/24/01 - 10/01/02	40,000.00
*(380 days x \$80.00)	<u>30,400.00</u>
Balance due, 11/15/2002	70,400.00
Due 11/16/2002 to 02/23/2007, Per diem \$80.00 x 1570 days	125,600.00 <b>196,000.00</b>

C. 2002 Transactions (per agreements 03/21 and 04/08/2002)

	<u>Advance Date</u>	<u>Amount</u>	<u>Due Date</u>	<u>Amount Due</u>	<u>Per Diem</u>	<u>Total Due</u>
1.	01/01/02	20,000.00	03/01/02	24,000.00	7,240.00 * *(40.00 x 254 days, 03/01/02-11/15/02) 11/16/02 to 02/23/07, 1570 days x \$40.00	34,160.00 <u>62,800.00</u> <b>96,960.00</b>
2.	02/01/02	20,000.00	04/01/02	24,000.00	6,120.00* *(40.00 x 226 days, 04/01/02-11/15/02) 11/16/02 to 02/23/07, 1570 days x \$40.00	33,040.00 <u>62,800.00</u> <b>95,840.00</b>
3.	03/01/02	25,000.00	05/01/02	30,000.00	9,700.00* *(50.00 x 194 days, 05/01/02-11/15/02) 11/16/02 to 02/23/07, 1570 days x \$50.00	39,700.00 <u>78,500.00</u> <b>118,200.00</b>

	<u>Advance Date</u>	<u>Amount</u>	<u>Due Date</u>	<u>Amount Due</u>	<u>Per Diem</u>	<u>Total Due</u>
4.	04/01/02	25,000.00	06/01/02	30,000.00	8,300.00 *	
					*(50.00 x 166 days, 06/01/02-11/15/02)	38,300.00
					11/16/02 to 02/23/07, 1570 days x \$50.00	<u>78,500.00</u>
						<b>116,800.00</b>
5.	05/01/02	20,000.00	07/01/02	24,000.00	5,440.00 *(40.00 x 136 days,) 07/01/02 to 11/15/02)	29,440.00
					11/16/02 to 02/23/07, 1570 days x \$40.00	<u>62,800.00</u>
						<b>92,240.00</b>
6.	06/01/02	10,000.00	08/01/02	12,000.00	2,100.00* *(20.00 x 105 days, 8/01/02 to 11/15/02)	14,100.00
					11/16/02 to 02/23/07, 1570 days x \$20.00	<u>31,400.00</u>
						<b>45,500.00</b>
7.	07/01/02	10,000.00	09/01/02	12,000.00	1,480.00* *(20.00 x 74 days, 08/01/02 to 11/15/02)	13,480.00
					11/16/02 to 02/23/07, 1570 days x \$20.00	<u>31,400.00</u>
						<b>44,880.00</b>
8.	08/01/02	10,000.00	10/01/02	12,000.00	880.00* *(20.00 x 44 days, 10/01/02 to 11/15/02)	12,880.00
					11/16/02 to 02/23/07, 1570 days x \$20.00	<u>31,400.00</u>
						<b>44,280.00</b>
9.	09/01/02	10,000.00	11/01/02	12,000.00	280.00* *(20.00 x 14 days, 11/01/02 to 11/15/02)	12,280.00
					11/16/02 to 02/23/07, 1570 days x \$20.00	<u>31,400.00</u>
						<b>43,680.00</b>
10.	11/01/02	5,000.00	01/01/03	6,000.00	10.00 01/01/03 to 02/23/07, 1515 days x \$10.00	6,000.00
						<u>15,150.00</u>
						<b>21,150.00</b>
						<b>\$719,530.00</b>

D. 2003 and 2004 Transactions

<u>Advance Date</u>	<u>Amount</u>	<u>Due Date</u>	<u>Amount Due</u>	<u>Per Diem</u>	<u>Total Due</u>
06/06/03	5,000.00	08/06/03	5,000.00	10.00 08/07/03 to 02/23/07, 1296 days x \$10.00	5,000.00 <u>12,960.00</u> 17,960.00
09/28/04	15,000.00		19,200.00		19,200.00

**RECAPITULATION:**

<b>MEILI FEES</b>	<b>\$537,419.57</b>
<b>PREDECESSOR AGREEMENTS</b>	<b>196,000.00</b>
<b>2002 TRANSACTIONS</b>	<b>719,530.00</b>
<b>2003/2004 TRANSACTIONS</b>	<b><u>37,160.00</u></b>
<b>TOTAL DUE AND OWING, 02/23/2007:</b>	<b>\$1,490,109.57</b>
<b>LESS PAYMENT RECEIVED:</b>	<b>- 225,000.00</b>
<b>BALANCE DUE:</b>	<b>\$1,265,109.57</b>

reasonable measures to make LGL aware of same and correct or supplement such information.

- c. Attorney shall be personally liable to LGL for its losses as a result of the aforesaid breaches, notwithstanding any other provisions herein limiting recourse, if any such default shall be willful, intentional, and/or the result of fraud, or otherwise as the result of factors which are within Attorney's control, and as to which he has failed to take reasonable measures to protect any right or interest of LGL provided under this Agreement.

18. Right to Assign.

- a. Attorney shall have no right to assign either this Agreement or any of the rights, interests or obligations hereunder, and ANY PURPORTED ASSIGNMENT BY Attorney SHALL BE ABSOLUTELY NULL AND VOID, except if it occurs by operation of law, or as a result of the change in the form through which Attorney conducts his business, in which case Attorney shall not be relieved of personal liability to the extent provided for in ¶ 17(c).
- b. Attorney further agrees that LGL shall have the right to assign this Agreement or any of its rights, interests or obligations hereunder without prior notice and without limitation, and Attorney promises to acknowledge and honor such assignment promptly and in accordance with all of its terms.

19. Third-Party Beneficiary: This agreement does not create, and shall not be construed as creating any rights enforceable by any person not a party to this Agreement, except insofar as specifically provided for herein with respect to Harvey S. Grossman, Esq.

20. Governing Law, Personal Jurisdiction, Venue and Indemnification.

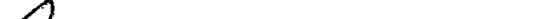
- a. This Agreement shall be governed by and interpreted under the laws of the State of New Jersey applicable to contracts made and to be performed therein, without giving effect to the principles of conflict of laws.
- b. Attorney waives any objection to personal jurisdiction or venue, and submit to the personal jurisdiction of any state or federal courts located within a 60 mile radius of Newark, Essex County, New Jersey.
- c. Except with the written consent of LGL, the State of New Jersey shall be the exclusive forum for all proceedings relating to this agreement, the Prior Agreements and/or any other agreements or instruments executed in connection therewith.
- d. Service of initial process may be made in accordance with New Jersey Rule 4:4-4.
- e. Attorney acknowledges and agrees to indemnify LGL against any and all losses, liability, setback and expenses, including but not limited to, reasonable Attorney fees, expenses and costs resulting from or arising out of the enforcement of this Agreement, the Agreements and all related agreements and instruments. Attorney further acknowledges that LGL has retained the services of Michael R. Perle, Esquire, in connection with the enforcement of this and all other related agreements and that, by reason of the aforesaid, LGL has and continues to incur legal fees and expenses on a continuous basis, and that those costs, therefore, are a lien on all sums due and owing to LGL.

21. Attorney to Act as LGL's Fiduciary. Attorney, individually and d/b/a FAGAN & ASSOCIATES, shall act as fiduciary on behalf of LGL in connection with this Agreement; to the extent of a dispute with respect to any moneys which are the subject of this Agreement which come within his possession or control; in such event Attorney agrees (i) not to disburse any funds in question to himself or any party other than LGL prior to settlement or resolution of the dispute, except with LGL's written consent, and (ii) that all proceeds which cannot be released to LGL and represent any part of the Attorney's Portion of any Recovery subject to this Agreement or any of the Predecessor Agreements shall remain on deposit in Attorney's trust account until the resolution of such dispute.
22. Notices. Any notice required by this Agreement or given in connection with it shall be in writing and shall be given to appropriate party by personal delivery or by certified mail; postage prepaid or recognized overnight delivery services and/or facsimile transmission, delivered to the address appearing at the head of this Agreement. Attorney agrees to notify LGL within five (5) days of any change of address.
23. Confidentiality. LGL agrees that all information and materials received are confidential and will not be shared with any party other than Attorney, or his counsel, except as required by any court of competent jurisdiction, or in order to enforce LGL's rights under this agreement or the Prior Agreements.
24. Headings. Headings used in this agreement are provided for convenience only and shall not be used to construe meaning or intent.
25. Partial Invalidity. Should any provisions or paragraphs in this Agreement be deemed unenforceable or invalid, such unenforceability or invalidity shall not affect the validity or enforceability of the balance of the terms and condition of this Agreement.
26. Merger/Entire Agreement. Except as set forth with respect to the portions of the Predecessor Agreements which are intended to survive, this agreement contains the entire understanding between the parties, supersedes all other previous agreements, whether written or oral, with regard to the subject matter hereof; all prior and contemporaneous discussions between and among the parties are deemed to be merged herein and this agreement may be modified only by a written instrument duly executed by the party to be charged.

**IN WITNESS WHEREOF**, the parties have affixed their signatures on the date first hereinabove written.

**Witness or Attest:**





EDWARD FAGAN, ESQ.

THE LIONS GROUP, LTD.





John W. Miller

~~BY: HARVEY S. GROSSMAN~~

STATE OF NEW JERSEY :  
COUNTY OF ESSEX :  
SS.

On 6-24-02, 2002, **EDWARD FAGAN** and **HARVEY S. GROSSMAN**, who are known by me to be the person(s) described in and who executed the foregoing instrument, personally appeared before me and acknowledged that he executed the same as his free act and deed.

  
DANIEL J. CAREY  
ATTORNEY AT LAW  
STATE OF MASSACHUSETTS  
ATTORNEY FOR THE DEFENDANT

## **EXHIBIT 4**

### **UCC-1 FINANCING STATEMENTS AND NOTICES OF ASSIGNMENT**



STATE OF NEW YORK  
DEPARTMENT OF STATE  
ALBANY, NY 12231-0001

RANDY A. DANIELS  
SECRETARY OF STATE

FILING ACKNOWLEDGMENT

July 29, 2002

HARVEY S. GROSSMAN, ESQUIRE  
80 MAIN STREET  
WEST ORANGE, NJ 07052

Attached is the acknowledgment copy of your recently submitted filing which is represented by only the first page of the document. The actual filing may have had multiple pages or attachments. This document has been filed with the New York State Department of State, Uniform Commercial Code Division.

The Financing Statement has been assigned Filing Number: 167067, Filing Date: 07/18/2002 and is currently reflected in our automated database as follows:

Debtor's Name & Address

FAGAN EDWARD D.  
301 SOUTH LIVINGSTON AVENUE  
LIVINGSTON, NJ 07039

Secured Party's Name and Address

THE LIONS GROUP, LTD.  
80 MAIN STREET  
WEST ORANGE, NJ 07052

This Filing will lapse on 07/18/2007 unless continued. We encourage filers to take full advantage of the six-month window of opportunity in which to file a Financing Statement Amendment (Continuation). Submission of your documents at the onset of the six-month window will allow ample time to rectify potential filing errors and help to assure timely recording of your filing.

If you have any concerns regarding the way this document is recorded, please contact one of our Customer Service Representatives at (518) 474-4763, or respond in writing to the UCC Data Processing Unit at the address indicated above.

Sincerely,

Uniform Commercial Code Division  
Data Processing Unit

REF #: 129040

**UCC FINANCING STATEMENT**

FOLLOW INSTRUCTIONS (front and back) CAREFULLY

A. NAME & PHONE OF CONTACT AT FILER (optional)

(973) 736-5858

B. SEND ACKNOWLEDGMENT TO: (Name and Address)

**THE LIONS GROUP, LTD.**  
80 MAIN STREET  
WEST ORANGE, NEW JERSEY 07052

129040

2002 JUL 19 AM 9:00

THE ABOVE SPACE IS FOR FILING OFFICE USE ONLY

1. DEBTOR'S EXACT FULL LEGAL NAME - Insert only one debtor name (1a or 1b) - do not abbreviate or combine names

1a. ORGANIZATION'S NAME

OR

1b. INDIVIDUAL'S LAST NAME

FAGAN

FIRST NAME

EDWARD

MIDDLE NAME

D.

SUFFIX

1c. MAILING ADDRESS

301 SOUTH LIVINGSTON AVENUE

CITY

STATE

POSTAL CODE

COUNTRY

1d. TAX ID #, SSN OR EIN

ADD'L INFO RE  
ORGANIZATION

1e. TYPE OF ORGANIZATION

1f. JURISDICTION OF ORGANIZATION

1g. ORGANIZATIONAL ID #, if any

13-3623262

DEBTOR

NONE

2. ADDITIONAL DEBTOR'S EXACT FULL LEGAL NAME - Insert only one debtor name (2a or 2b) - do not abbreviate or combine names

2a. ORGANIZATION'S NAME

OR

2b. INDIVIDUAL'S LAST NAME

FIRST NAME

MIDDLE NAME

SUFFIX

2c. MAILING ADDRESS

CITY

STATE

POSTAL CODE

COUNTRY

2d. TAX ID #, SSN OR EIN

ADD'L INFO RE  
ORGANIZATION

2e. TYPE OF ORGANIZATION

2f. JURISDICTION OF ORGANIZATION

2g. ORGANIZATIONAL ID #, if any

NONE

3. SECURED PARTY'S NAME - (or NAME OF TOTAL ASSIGNEE of ASSIGNOR SP) - Insert only one secured party name (3a or 3b)

3a. ORGANIZATION'S NAME

OR THE LIONS GROUP, LTD.

3b. INDIVIDUAL'S LAST NAME

FIRST NAME

MIDDLE NAME

SUFFIX

3c. MAILING ADDRESS

CITY

STATE

POSTAL CODE

COUNTRY

80 MAIN STREET

WEST ORANGE

NJ

07052

USA

4. This FINANCING STATEMENT covers the following collateral:

**SEE ATTACHED SCHEDULE, 1 PAGE. PROCEEDS OF COLLATERAL ARE ALSO COVERED.**

5. ALTERNATIVE DESIGNATION (if applicable):  LESSEE/LESSOR  CONSIGNEE/CONSIGNOR  BAILEE/BAILOR  SELLER/BUYER  AG. LIEN  NON-UCC FILING

6.  This FINANCING STATEMENT is to be filed (for record) (or recorded) in the  REAL ESTATE RECORDS  Attach Addendum (if applicable)  REQUEST SEARCH REPORT(S) on Debtor(s) (ADDITIONAL FEE) (optional)  All Debtor  Debtor 1  Debtor 2

8. OPTIONAL FILER REFERENCE DATA

FILING OFFICE COPY - NATIONAL UCC FINANCING STATEMENT (FORM UCC1) (REV. 07/28/98)

UCCI Financing Statement  
Rev. 7/98 P 8/01

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www.aslegal.com 800-222-0510

**FILING NUMBER: 167067 FILING DATE: 07/18/2002**

DEPARTMENT OF TREASURY  
UCC SECTION  
FILED

**UCC FINANCING STATEMENT**

FOLLOW INSTRUCTIONS (front and back) CAREFULLY

A. NAME & PHONE OF CONTACT AT FILER (optional)

(973) 736-5858

B. SEND ACKNOWLEDGMENT TO: (Name and Address)

**THE LIONS GROUP, LTD.**  
**80 MAIN STREET**  
**WEST ORANGE, NEW JERSEY 07052**

2007 JUL 19 P 5:00

THE ABOVE SPACE IS FOR FILING OFFICE USE ONLY

1. DEBTOR'S EXACT FULL LEGAL NAME - Insert only one debtor name (1a or 1b) - do not abbreviate or combine names

1a. ORGANIZATION'S NAME

OR

1b. INDIVIDUAL'S LAST NAME

**FAGAN**

FIRST NAME

**EDWARD**

MIDDLE NAME

**D.**

SUFFIX

1c. MAILING ADDRESS

**301 SOUTH LIVINGSTON AVENUE**

CITY

**LIVINGSTON**

STATE

**NJ** 07039

COUNTRY

**USA**

1d. TAX ID #: SSN OR EIN  
**13-3623262**

ADD'L INFO RE  
ORGANIZATION  
DEBTOR

1e. TYPE OF ORGANIZATION

1f. JURISDICTION OF ORGANIZATION

1g. ORGANIZATIONAL ID #, if any

NONE

ADDITIONAL DEBTOR'S EXACT FULL LEGAL NAME - Insert only one debtor name (2a or 2b) - do not abbreviate or combine names

2a. ORGANIZATION'S NAME

OR

2b. INDIVIDUAL'S LAST NAME

FIRST NAME

MIDDLE NAME

SUFFIX

2c. MAILING ADDRESS

CITY

STATE

POSTAL CODE

COUNTRY

2d. TAX ID #: SSN OR EIN  
**13-3623262**

ADD'L INFO RE  
ORGANIZATION  
DEBTOR

2e. TYPE OF ORGANIZATION

2f. JURISDICTION OF ORGANIZATION

2g. ORGANIZATIONAL ID #, if any

NONE

3. SECURED PARTY'S NAME - (or NAME of TOTAL ASSIGNEE of ASSIGNOR S/P) - Insert only one secured party name (3a or 3b)

3a. ORGANIZATION'S NAME

OR

**THE LIONS GROUP, LTD.**

3b. INDIVIDUAL'S LAST NAME

FIRST NAME

MIDDLE NAME

SUFFIX

3c. MAILING ADDRESS

CITY

STATE

POSTAL CODE

COUNTRY

**80 MAIN STREET**

**WEST ORANGE**

**NJ** 07052

**USA**

4. This FINANCING STATEMENT covers the following collateral:

**SEE ATTACHED SCHEDULE, 1 PAGE. PROCEEDS OF COLLATERAL ARE ALSO COVERED.**

ALTERNATIVE DESIGNATION (if applicable):  LESSEE/LESSOR  CONSIGNEE/CONSIGNOR  BAILEE/BAILOR  SELLER/BUYER  AG. LIEN  NON-UCC FILING

This FINANCING STATEMENT is to be filed (for record) (or recorded) in the  Check to REQUEST SEARCH REPORT(S) on Debtor(s)  
REAL ESTATE RECORDS Attach Addendum (If applicable) (ADDITIONAL FEE) (optional)  All Debtors  Debtor 1  Debtor 2

8. OPTIONAL FILER REFERENCE DATA

Schedule to UCC-1 Financing Statement  
Fagan to The Lions Group, Ltd.

To amend and clarify prior Security Agreements between The Lions Group, Ltd. and Edward Fagan, per the Security Agreements, Purchase Agreement of legal fees and costs and Promissory Notes commencing on **March 3, 1999** and continuing thereafter, by and between Edward Fagan, Esquire, having an office located at 301 South Livingston Avenue, Suite 100, Livingston, NJ, 07039, ("Attorney") and The Lions Group, Ltd., ("LGL"), located at 80 Main Street, West Orange, NJ, 07052, the **LEGAL FEES AND REIMBURSEMENTS AWARDED TO OR AS MAY BECOME DUE EDWARD FAGAN, ESQUIRE, d/b/a FAGAN & ASSOCIATES**, in the following matters, are the subject of a security interest and first lien in favor of and pledged to LGL, as follows:

- A. Meili v. Union Bank of Switzerland and/or Meili v. Robert Studar, Master Docket No. CV-96-4849 (E.D.N.Y.), Index No. 98-100630, legal fees and costs plus additions;
- B. In Re: Holocaust Victims Assets, Master Docket No. CV-96-4849 (E.D.N.Y.), legal fee and costs plus additions;
- C. In Re: Austrian and German Bank Holocaust Litigation; Watman, et al v. Deutsche Bank et al (Austrian & German Banks Case), Docket No. CV-98-3938 (pending in the United States District Court for the Southern District of New York before the Honorable Shirley Wahl Kram, legal fees and costs plus additions;
- D. In Re: Ski Train Fire in Kaprun, Austria on November 11, 2000, MDL Dkt. No. 1428 (S.D.N.Y); Habblett, et al. v. Leitner Lifts USA, Inc., et al., CIV-0266-01; Civil Action No. 01-817; Rudolph Kern & Angela Kern, et al. v. Leitner Lifts USA, Inc., et al., Civ. No. 01-0264; LTC (Ret.) John S. Habblett, et al. v. Swoboda Karissierie-und Stahlbauer g.m.b.H., et al., Civ. No. 8:-1-CV-1221-T-30 MAP; LTC (Ret.) John S. Habblett, et al. v. Leitner Lifts USA, Inc., et al., Civ. No. 01-WM-1123 (D.Col.); LTC (Ret.) John S. Habblett, et al. v. Siemens AG, et al., Civil No. 01-CIV 6554; LTC (Ret.) John S. Habblett, et al. v. Waagner-Biro, et al., Civil Action No. 01-5815 (C.D. Cal.); Habblett, et al. V. OMNI-GLOW CORPORATION, et al., N.D. MA.; Habblett, et al. v. Bosch Rexroth AG, et al., Civil Action No. 01-CV-4201 (E.D.P.A.); Habblett, et al. v. TUV OSTERREICH, et al., Civil Docket No. 301 CV 1794 (JBA)(Dist. Conn.), collectively, "the Kaprun claims", in which Attorney represents various claimants seeking recoveries in a series of matters arising out of a ski-lift collapse in Kaprun, Austria and shall become entitled to receive legal fees and costs plus additions, (collectively, "the Kaprun fees).

PENNSYLVANIA DEPARTMENT OF STATE  
CORPORATION BUREAU  
UNIFORM COMMERCIAL CODE  
P.O. BOX 8721  
HARRISBURG, PA 17105-8721

THE LIONS GROUP, LTD.,  
80 MAIN STREET  
WEST ORANGE NJ 07052

DEBTOR :

EDWARD D. FAGAN ,  
51 JFK Parkway  
1st Floor West  
Short Hills NJ 07078

SECURED PARTY :

THE LIONS GROUP, LTD.,  
80 MAIN STREET  
WEST ORANGE NJ 07052

IDENTIFICATION CODE : None

EFFECTIVE DATE : Jun 5 2003 8:00AM

FINANCING STATEMENT NUMBER : 20030585756

For additional information, please visit our "Searchable Database"  
at:WWW.DOS.STATE.PA.US/CORPS

## **EXHIBIT 5**

### **CHECKS ISSUED TO THE LIONS GROUP, LTD.**

The Lions Group, Ltd.		10/24/2001	\$200,000.00
Inv.Date	Matter I.D.		Amount
10-24-01	3284-00001		200,000.00
Description			
1166 The Lions Group, Ltd./Per Court Order dated			
10/15/01, par.2.A			

1166 \$200,000.00

THIS DOCUMENT CONTAINS SECURITY FEATURES - SEE BACK FOR DETAILS

POST, POLAK, GOODSELL & MacNEILL, P.A.  
ATTORNEY TRUST ACCOUNT  
7 Becker Farm Road  
Roseland, NJ 07068-1729  
(973) 994-1100

AccuTrack  
IOLTA

SUMMIT BANK  
AS LIVINGSTON AVE  
ROSELAND, NJ 07068

T 01166

55-216/212

CHECK NO.

1166

*Two Hundred Thousand and No/100 Dollars*

DATE  
10/24/2001

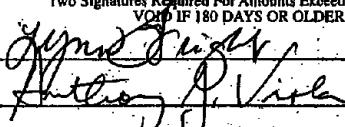
AMOUNT  
\$200,000.00

PA  
TO THE  
ORDER  
OF  
The Lions Group, Ltd.

AUTHORIZED SIGNATURE

"#001166# 10212021621: 999 021 214"

ORIGINAL DOCUMENT PRINTED ON CHEMICAL REACTIVE PAPER WITH MICROPRINTED BORDER - SEE REVERSE SIDE FOR COMPLETE SECURITY FEATURES

 <b>EDWARDS &amp; ANGELL, LLP</b> COUNSELLORS AT LAW since 1864 750 Lexington Avenue New York, NY 10022-1200	UNITED STATES TRUST COMPANY OF NEW YORK	No. 2932
	1-131/210	CHECK DATE
		December 10, 2002
		CHECK NO. 2932
CHECK AMOUNT ***TWO HUNDRED TWENTY-FIVE THOUSAND AND 00/100 DOLLARS*** \$***225,000.00		
PAY TO ORDER OF The Lions Group, Ltd.	Attorney Trust Account Two Signatures Required For Amounts Exceeding \$2000.00 VOID IF 180 DAYS OR OLDER  	
THIS DOCUMENT CONTAINS HEAT SENSITIVE INK. TOUCH OR PRESS HERE - RED IMAGE DISAPPEARS WITH HEAT.		
#002932# 100210013186 20 8514 3#		